

# **Economic Development Appropriations Bill Senate Study Bill 1281**

Last Action:  
**Senate Appropriations  
Subcommittee**  
April 21, 2015

**An Act making appropriations to the department of cultural affairs, the economic development authority, the iowa finance authority, the public employment relations board, the department of workforce development, and the state board of regents and certain regents institutions, and providing for other properly related matters.**

**Fiscal Services Division  
Legislative Services Agency**

## **NOTES ON BILLS AND AMENDMENTS (NOBA)**

Available online at: <http://www.legis.iowa.gov/LSAReports/noba.aspx>  
LSA Contact: Ron Robinson (515-281-6256)

**FUNDING SUMMARY**

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**FY 2016:** Appropriates a total of \$44.3 million from the General Fund and 563.0 FTE positions to the Department of Cultural Affairs (DCA), the Iowa Economic Development Authority (IEDA), the Iowa Finance Authority (IFA), the Public Employment Relations Board (PERB), Iowa Workforce Development (IWD), and the Iowa Board of Regents (BOR) for FY 2016. This is an increase of \$1.7 million and a decrease of 1.7 FTE positions compared to estimated FY 2015. This Bill also appropriates a total of \$27.9 million from other funds for FY 2016. This is no change compared to estimated FY 2015.

**FY 2017:** Division II appropriates a total of \$22.1 million from the General Fund and authorizes 563.0 FTE positions to the DCA, IEDA, IFA, PERB, IWD, and the Board of Regents for FY 2017. Division II also appropriates a total of \$13.9 million from other funds for FY 2017. The appropriations are equal to approximately 50.0% of the appropriations for FY 2016 and the authorized FTE positions are the same for both fiscal years.

Page 17, Line 19

**NEW PROGRAMS, SERVICES, OR ACTIVITIES**

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**Iowa Economic Development Authority - Home Base Iowa Marketing:** A new General Fund appropriation of \$500,000 for Home Base Iowa Marketing.

Page 7, Line 26

**Department of Transportation (DOT) - Iowa Employment Rides Initiative:** Establishes the Iowa Employment Rides Initiative at the DOT and an Employment Rides Fund in the State Treasury, and enables the DOT to award grants up to \$150,000 to various public transit systems with at least a dollar-for-dollar matching requirement.

Page 33, Line 33

**MAJOR INCREASES/DECREASES/TRANSFERS OF EXISTING PROGRAMS**

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**Iowa Economic Development Authority**

Page 3, Line 26

- An increase of \$250,000 for the Economic Development appropriation.
- An increase of \$50,000 for the Iowa Commission on Volunteer Service.
- An increase of \$50,000 for the Iowa Councils of Government Assistance.

**Department of Transportation - Iowa Rides Fund:** Requires the IEDA to make a new transfer of \$100,000 from the IEDA operations General Fund appropriation to the Department of Transportation for deposit in the Iowa Rides Fund

Page 4, Line 24

**Department of Workforce Development - Labor Services**

Page 9, Line 16

- An increase of \$669,000 to support the federal Occupational Safety and Health Administration (OSHA) Programs.
- An increase of \$175,000 and 3.0 FTE positions for investigators and support staff for wage enforcement.

**STUDIES AND INTENT**

*Intent*

Specifies the intent of the General Assembly that the Industrial Incentive Program seek contributions and in-kind donations from businesses, industrial foundations, and trade associations. Specifies matching requirements under the Program.

Page 14, Line 23

Requires all entities receiving an appropriation in this Bill to give first preference to purchasing an Iowa product or a product produced from an Iowa-based business and second preference to a U.S. product or a product produced from a business based in the U.S.

Page 16, Line 33

Prohibits the DCA, IEDA, IFA, PERB, IWD, BOR, ISU, UI, and UNI from using any funds for payment of a personnel settlement agreement with a State employee that contains a confidentiality agreement.

Page 17, Line 5

*Nonreversion*

Requires nonreversion of funds appropriated to the DCA from the General Fund until the close of FY 2017.

Page 2, Line 18

Requires nonreversion of funds appropriated to the IEDA from the General Fund until the close of FY 2017.

Page 4, Line 29

Requires nonreversion of funds appropriated to the Iowa State Commission on Volunteer Service and the Iowa Promise and Mentoring Partnership from the General Fund until the close of FY 2017.

Page 6, Line 29

Requires nonreversion of funds appropriated to the IEDA for Science, Technology, Engineering, and Mathematics (STEM) from the General Fund until the close of FY 2017.

Page 7, Line 21

Requires nonreversion of funds appropriated to the IWD from the General Fund for the following through FY 2017:

Page 11, Line 1

- Division of Labor Services.

- Division of Workers' Compensation.
- Workforce Development Operations for Field Offices and the Workforce Development Board.
- Offender Reentry Program.

Requires nonreversion of funds appropriated from the Skilled Worker and Job Creation Fund to the IEDA, the Board of Regents, and the IWD until the close of FY 2017.

Page 16, Line 28

Requires nonreversion of monies in the Iowa Employment Rides Fund and specifies interest and earnings on monies in the Fund are to be credited to the Fund.

Page 35, Line 15

***Required Reports***

Requires the Board of Regents to submit an annual report by January 15 to the Governor, the General Assembly, and the Legislative Services Agency regarding the use of the appropriations to the Regents.

Page 13, Line 25

Requires ISU to report annually to the Economic Development Appropriations Subcommittee and the Legislative Services Agency regarding the total amount of private contributions, the proportion of those contributions from small businesses, and the proportion used for directed contract research and nondirected research.

Page 15, Line 3

Requires the DOT to submit a report to the General Assembly each year by January 1 regarding the outcomes of the Iowa Employment Rides Initiative.

Page 34, Line 30

**SIGNIFICANT CODE CHANGES**

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Provides that administrative law judges appointed or employed by the PERB are subject to the merit system provisions.

Page 35, Line 21

Provides that if an employee subject to the merit system is an administrative law judge (ALJ) appointed or employed by the PERB, an appeal by the employee concerning a grievance is to be heard by an ALJ employed by the DIA. The DIA ruling is considered final agency action and the employee cannot appeal that response to the PERB.

Page 35, Line 31

Provides that if an employee subject to the merit system is an ALJ appointed or employed by the PERB, an appeal by the employee concerning a discipline resolution is to be heard by an ALJ employed by the DIA. The DIA ruling is considered final agency action and the employee cannot appeal that response to the PERB.

Page 36, Line 14

**EXECUTIVE SUMMARY**  
ECONOMIC DEVELOPMENT APPROPRIATIONS BILL

**SENATE STUDY BILL 1281**

Provides that the administrator of the Administrative Hearings Division of the Department of Inspections and Appeals (DIA) is covered by the merit system.

Page 37, Line 3

Provides that chief deputy workers' compensation commissioners and deputy workers' compensation commissioners are appointed and serve pursuant to the merit system unless the commissioners are otherwise covered by a collective bargaining agreement.

Page 37, Line 17

Provides that an administrative law judge employed by the IWD for unemployment compensation cases is covered by the merit system unless the judge is otherwise covered by a collective bargaining agreement.

Page 37, Line 31

Adds the requirement that the Brownfield Redevelopment Advisory Council must recommend and the IEDA Board must provide approval before an IEDA deadline extension can be granted for Redevelopment Tax Credit projects and eliminates a restriction on the length of an extension.

Page 38, Line 11

Amends a franchisor's ability to require a franchisee to obtain supplies from the franchisor by creating a specific exemption for motor oil that is labeled in accordance with the requirements of the American Petroleum Institute.

Page 38, Line 30

**EFFECTIVE DATE**

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The Division modifying Redevelopment Tax Credits is effective on enactment.

Page 38, Line 21

The Section modifying project deadline obligations for IEDA Redevelopment Tax Credits applies retroactively to qualifying agreements entered into on or after July 1, 2010, if a request for a deadline extension is submitted to the IEDA on or after January 1, 2015.

Page 38, Line 24

Senate Study Bill 1281 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
33	35	37	New	324A.8
35	21	38	Amend	8A.412.11
35	31	39	Amend	8A.415.1.b
36	14	40	Amend	8A.415.2.b
37	3	41	Amend	10A.801.3.a
37	17	42	Amend	86.2.1.a,b
37	31	43	Amend	96.6.3.b
38	11	44	Amend	15.293B.4
38	32	47	Amend	537A.10.9.b

1	1	DIVISION I		
1	2	FY 2015-2016		
1	3	Section 1. DEPARTMENT OF CULTURAL AFFAIRS.		General Fund appropriations to the Department of Cultural Affairs
1	4	1. There is appropriated from the general fund of the state		(DCA).
1	5	to the department of cultural affairs for the fiscal year		
1	6	beginning July 1, 2015, and ending June 30, 2016, the following		
1	7	amounts, or so much thereof as is necessary, to be used for the		
1	8	purposes designated:		
1	9	a. ADMINISTRATION		General Fund appropriation to the DCA for the Administration Division.
1	10	For salaries, support, maintenance, and miscellaneous		
1	11	purposes, and for not more than the following full-time		DETAIL: Maintains the current funding level compared to estimated FY
1	12	equivalent positions for the department:		2015. The increase in FTE positions is a net increase of 15.95 for the
1	13	..... \$ 176,882		entire DCA to match the authorized amount for FY 2015. The FTE
1	14	..... FTEs 74.50		positions are then allocated among the other divisions and programs of
				the DCA.
1	15	The department of cultural affairs shall coordinate		
1	16	activities with the tourism office of the economic development		Requires the DCA to coordinate with the Iowa Economic Development
1	17	authority to promote attendance at the state historical		Authority (IEDA) Tourism Office to promote attendance at the State
1	18	building and at this state's historic sites.		Historical Building and the State Historic Sites.
1	19	Full-time equivalent positions authorized under this		
1	20	paragraph are funded, in full or in part, using moneys		Permits the DCA to transfer the FTE positions appropriated above for
1	21	appropriated under this paragraph, paragraphs "c" through "g",		the division and program appropriations outlined below.
1	22	and paragraph "i".		
1	23	b. COMMUNITY CULTURAL GRANTS		General Fund appropriation to the DCA for the Community Cultural
1	24	For planning and programming for the community cultural		Grants Program.
1	25	grants program established under section 303.3:		
1	26	..... \$ 172,090		DETAIL: Maintains the current funding level compared to estimated FY
				2015. Additional funding for this Program is provided through a
				standing appropriation in Iowa Code <a href="#">section 99F.11(3)(d)(1)</a> .
1	27	c. HISTORICAL DIVISION		General Fund appropriation to the DCA for the Historical Division.
1	28	For the support of the historical division:		
1	29	..... \$ 3,167,701		DETAIL: Maintains the current funding level compared to estimated FY
				2015.
1	30	d. HISTORIC SITES		General Fund appropriation to the DCA for operation and maintenance
1	31	For the administration and support of historic sites:		of eight State Historic Sites.
1	32	..... \$ 426,398		DETAIL: Maintains the current funding level compared to estimated FY
				2015.

1 33	e. ARTS DIVISION		General Fund appropriation to the DCA for the Arts Division.
1 34	For the support of the arts division:		
1 35	.....	\$ 1,233,764	DETAIL: Maintains the current funding level compared to estimated FY 2015.
2 1	Of the moneys appropriated in this paragraph, the department		Requires the DCA to allocate \$300,000 for the Film Office.
2 2	shall allocate \$300,000 for purposes of the film office.		DETAIL: Maintains the current allocation compared to estimated FY 2015.
2 3	f. IOWA GREAT PLACES		General Fund appropriation to the DCA for administration of the Iowa Great Places Initiative.
2 4	For the Iowa great places program established under section		
2 5	303.3C:		
2 6	.....	\$ 150,000	DETAIL: Maintains the current funding level compared to estimated FY 2015.
2 7	g. ARCHIVE IOWA GOVERNORS' RECORDS		General Fund appropriation to the DCA for archiving papers of former governors.
2 8	For archiving the records of Iowa governors:		
2 9	.....	\$ 65,933	DETAIL: Maintains the current funding level compared to estimated FY 2015.
2 10	h. RECORDS CENTER RENT		General Fund appropriation to the DCA for rent at the State Records Center.
2 11	For payment of rent for the state records center:		
2 12	.....	\$ 227,243	DETAIL: Maintains the current funding level compared to estimated FY 2015.
2 13	i. BATTLE FLAGS		General Fund appropriation to the DCA for stabilizing the condition of the battle flag collection.
2 14	For continuation of the project recommended by the Iowa		
2 15	battle flag advisory committee to stabilize the condition of		
2 16	the battle flag collection:		DETAIL: Maintains the current funding level compared to estimated FY 2015.
2 17	.....	\$ 94,000	
2 18	2. Notwithstanding section 8.33, moneys appropriated in		CODE: Requires nonreversion of funds appropriated to the DCA from the General Fund until the close of FY 2017.
2 19	this section that remain unencumbered or unobligated at the		
2 20	close of the fiscal year shall not revert but shall remain		
2 21	available for expenditure for the purposes designated until the		
2 22	close of the succeeding fiscal year.		
2 23	Sec. 2. GOALS AND ACCOUNTABILITY — ECONOMIC DEVELOPMENT.		Requires the goals for the IEDA to include:
2 24	1. For the fiscal year beginning July 1, 2015, the goals		
2 25	for the economic development authority shall be to expand and		• Expand and stimulate the State economy.
2 26	stimulate the state economy, increase the wealth of Iowans, and		• Increase the wealth of Iowans.
			• Increase the population of Iowa.



2 27 increase the population of the state.  
 2 28 2. To achieve the goals in subsection 1, the economic  
 2 29 development authority shall do all of the following for the  
 2 30 fiscal year beginning July 1, 2015:  
 2 31 a. Concentrate its efforts on programs and activities that  
 2 32 result in commercially viable products and services.  
 2 33 b. Adopt practices and services consistent with free  
 2 34 market, private sector philosophies.  
 2 35 c. Ensure economic growth and development throughout the  
 3 1 state.  
 3 2 d. Work with businesses and communities to continually  
 3 3 improve the economic development climate along with the  
 3 4 economic well-being and quality of life for Iowans.  
 3 5 e. Coordinate with other state agencies to ensure that they  
 3 6 are attentive to the needs of an entrepreneurial culture.  
 3 7 f. Establish a strong and aggressive marketing image to  
 3 8 showcase Iowa's workforce, existing industry, and potential.  
 3 9 A priority shall be placed on recruiting new businesses,  
 3 10 business expansion, and retaining existing Iowa businesses.  
 3 11 Emphasis shall be placed on entrepreneurial development through  
 3 12 helping entrepreneurs secure capital, and developing networks  
 3 13 and a business climate conducive to entrepreneurs and small  
 3 14 businesses.  
 3 15 g. Encourage the development of communities and quality of  
 3 16 life to foster economic growth.  
 3 17 h. Prepare communities for future growth and development  
 3 18 through development, expansion, and modernization of  
 3 19 infrastructure.  
 3 20 i. Develop public-private partnerships with Iowa businesses  
 3 21 in the tourism industry, Iowa tour groups, Iowa tourism  
 3 22 organizations, and political subdivisions in this state to  
 3 23 assist in the development of advertising efforts.  
 3 24 j. Develop, to the fullest extent possible, cooperative  
 3 25 efforts for advertising with contributions from other sources.

### 3 26 Sec. 3. ECONOMIC DEVELOPMENT AUTHORITY.

#### 3 27 1. APPROPRIATION

3 28 a. There is appropriated from the general fund of the state  
 3 29 to the economic development authority for the fiscal year  
 3 30 beginning July 1, 2015, and ending June 30, 2016, the following  
 3 31 amount, or so much thereof as is necessary, to be used for the  
 3 32 purposes designated in this subsection, and for not more than  
 3 33 the following full-time equivalent positions:

3 34 .....	\$	15,766,372
3 35 .....	FTEs	149.00

To achieve the goals, the IEDA is to:

- Concentrate efforts on programs and activities that result in commercially viable products and services.
- Adopt practices consistent with free-market, private-sector philosophies.
- Ensure Statewide economic growth and development.
- Work with businesses and communities to improve the economic development climate and the economic well-being and quality of life for Iowans.
- Coordinate with other State agencies to ensure State departments are attentive to the needs of an entrepreneurial culture.
- Establish a strong and aggressive marketing image to showcase Iowa's workforce, existing industry, and potential.
- Places a priority on recruiting new businesses, business expansion, and retaining existing Iowa businesses.
- Emphasizes entrepreneurial development through helping entrepreneurs secure capital, and developing networks and a business climate conducive to entrepreneurs and small businesses.
- Encourage the development of communities and quality of life to foster economic growth.
- Prepare communities for future growth and development through development, expansion, and modernization of infrastructure.
- Develop public-private partnerships with Iowa businesses in the tourism industry, Iowa tour groups, Iowa tourism organizations, and political subdivisions in Iowa to assist in the development of advertising efforts.
- Develop, to the fullest extent possible, cooperative efforts for advertising with contributions from other sources.

General Fund appropriation to the IEDA for operations.

DETAIL: This is an increase of \$250,000 compared to estimated FY 2015 to support international trade by assisting 60-80 Iowa small businesses to expand sales to both national and international markets and increases FTE positions by 28.85 to match the authorized amount for FY 2015. The FTE authorization is used by the following:

- Economic Development Appropriation
- High Quality Jobs Creations Assistance
- Economic Development Energy Projects Fund
- Iowa Individual New Jobs Training (NJT) 260E Fund

4 1 b. (1) For salaries, support, miscellaneous purposes,  
 4 2 programs, marketing, and the maintenance of an administration  
 4 3 division, a business development division, a community  
 4 4 development division, a small business development division,  
 4 5 and other divisions the authority may organize.  
 4 6 (2) The full-time equivalent positions authorized under  
 4 7 this section are funded, in whole or in part, by the moneys  
 4 8 appropriated under this subsection or by other moneys received  
 4 9 by the authority, including certain federal moneys.  
 4 10 (3) For business development operations and programs,  
 4 11 international trade, export assistance, workforce recruitment,  
 4 12 and the partner state program.  
 4 13 (4) For transfer to a fund created pursuant to section  
 4 14 15.313 for purposes of financing strategic infrastructure  
 4 15 projects.  
 4 16 (5) For community economic development programs, tourism  
 4 17 operations, community assistance, plans for Iowa green corps  
 4 18 and summer youth programs, the mainstreet and rural mainstreet  
 4 19 programs, the school-to-career program, the community  
 4 20 development block grant, and housing and shelter-related  
 4 21 programs.  
 4 22 (6) For achieving the goals and accountability, and  
 4 23 fulfilling the requirements and duties required under this Act.

4 24 c. As a condition of receiving the appropriation under  
 4 25 this subsection, the authority shall transfer \$100,000 to the  
 4 26 department of transportation for deposit in the Iowa employment  
 4 27 rides fund created pursuant to section 324A.8 as enacted in  
 4 28 this Act.

4 29 d. Notwithstanding section 8.33, moneys appropriated in  
 4 30 this subsection that remain unencumbered or unobligated at the  
 4 31 close of the fiscal year shall not revert but shall remain  
 4 32 available for expenditure for the purposes designated in this  
 4 33 subsection until the close of the succeeding fiscal year.

4 34 2. FINANCIAL ASSISTANCE RESTRICTIONS  
 4 35 a. A business creating jobs through moneys appropriated in  
 5 1 subsection 1 shall be subject to contract provisions requiring  
 5 2 new and retained jobs to be filled by individuals who are  
 5 3 citizens of the United States who reside within the United  
 5 4 States or any person authorized to work in the United States  
 5 5 pursuant to federal law, including legal resident aliens in the  
 5 6 United States.  
 5 7 b. Any vendor who receives moneys appropriated in  
 5 8 subsection 1 shall adhere to such contract provisions and

Specifies the designated purpose for the appropriation as follows:

- Provides for the operation of the Divisions of the IEDA.
- Permits FTE positions to be funded through the appropriation, other funds, or federal funds as available.
- Authorizes funds for business development operations and programs.
- Permits transfers to the [Strategic Investment Fund](#).
- Authorizes funds for community economic development programs.
- For achieving the goals, accountability, and fulfilling the requirements and duties as specified.

Requires the IEDA to transfer \$100,000 from the IEDA operations General Fund appropriation to the Department of Transportation for deposit in the Iowa Rides Fund created in this Bill.

DETAIL: This is a new transfer.

CODE: Requires nonreversion of funds appropriated to the IEDA from the General Fund until the close of FY 2017.

Places the following restrictions on funds for the Economic Development appropriation:

- Requires businesses to be subject to contract provisions that require job positions to be filled with individuals that are citizens of the U.S., reside in the U.S., or are authorized to work in the U.S. pursuant to federal law.
- Requires businesses to adhere to the contract provisions and provide periodic assurances of compliance.
- Requires businesses to employ only individuals legally

5 9 provide periodic assurances as the state shall require that the  
 5 10 jobs are filled solely by citizens of the United States who  
 5 11 reside within the United States or any person authorized to  
 5 12 work in the United States pursuant to federal law, including  
 5 13 legal resident aliens in the United States.

5 14 c. A business that receives financial assistance from  
 5 15 the authority from moneys appropriated in subsection 1 shall  
 5 16 only employ individuals legally authorized to work in this  
 5 17 state. In addition to all other applicable penalties provided  
 5 18 by current law, all or a portion of the assistance received  
 5 19 by a business which is found to knowingly employ individuals  
 5 20 not legally authorized to work in this state is subject to  
 5 21 recapture by the authority.

### 5 22 3. USES OF APPROPRIATIONS

5 23 a. From the moneys appropriated in subsection 1, the  
 5 24 authority may provide financial assistance in the form of a  
 5 25 grant to a community economic development entity for conducting  
 5 26 a local workforce recruitment effort designed to recruit former  
 5 27 citizens of the state and former students at colleges and  
 5 28 universities in the state to meet the needs of local employers.

5 29 b. From the moneys appropriated in subsection 1, the  
 5 30 authority may provide financial assistance to early stage  
 5 31 industry companies being established by women entrepreneurs.

5 32 c. From the moneys appropriated in subsection 1, the  
 5 33 authority may provide financial assistance in the form of  
 5 34 grants, loans, or forgivable loans for advanced research and  
 5 35 commercialization projects involving value-added agriculture,  
 6 1 advanced technology, or biotechnology.

6 2 d. The authority shall not use any moneys appropriated in  
 6 3 subsection 1 for purposes of providing financial assistance for  
 6 4 the Iowa green streets pilot project or for any other program  
 6 5 or project that involves the installation of geothermal systems  
 6 6 for melting snow and ice from streets or sidewalks.

### 6 7 4. WORLD FOOD PRIZE

6 8 There is appropriated from the general fund of the state  
 6 9 to the economic development authority for the fiscal year  
 6 10 beginning July 1, 2015, and ending June 30, 2016, the following  
 6 11 amount for the world food prize and in lieu of the standing  
 6 12 appropriation in section 15.368, subsection 1:

6 13 ..... \$ 800,000

authorized to work in Iowa.

- Permits the recapture of all or a portion of any financial assistance provided to a business that is found to knowingly employ individuals not legally authorized to work in Iowa.

Permits the IEDA to use the funds appropriated in the Economic Development appropriation as follows:

- For a program designed to recruit former Iowa residents and former students at Iowa colleges and universities.
- For a program to assist early-stage industry companies established by female entrepreneurs.
- For a program to assist advanced research and commercialization projects involving value-added agriculture, advanced technology, or biotechnology.

Prohibits the IEDA from using any funds appropriated to provide financial assistance to any project that involves the installation of geothermal systems for melting snow and ice from streets or sidewalks.

Limits the FY 2016 General Fund appropriation to the IEDA for the World Food Prize to \$800,000.

DETAIL: This a decrease of \$200,000 compared to the [standing appropriation](#) of \$1,000,000 in Iowa Code and maintains the current funding level compared to estimated FY 2015.

NOTE: In recent years there has been an appropriation of \$200,000 to the IEDA in the Infrastructure Appropriations Act for the support of the World Food Prize including the Borlaug/Ruan Scholarship Program. This has brought total State funding for the World Food Prize to \$1,000,000.

6 14 5. IOWA COMMISSION ON VOLUNTEER SERVICE  
 6 15 There is appropriated from the general fund of the state  
 6 16 to the economic development authority for the fiscal year  
 6 17 beginning July 1, 2015, and ending June 30, 2016, the following  
 6 18 amount for allocation to the Iowa commission on volunteer  
 6 19 service for purposes of the Iowa state commission grant  
 6 20 program, the Iowa's promise and Iowa mentoring partnership  
 6 21 programs, and for not more than the following full-time  
 6 22 equivalent positions:

6 23 ..... \$ 228,133  
 6 24 ..... FTEs 7.00

6 25 Of the moneys appropriated in this subsection, the authority  
 6 26 shall allocate \$125,000 for purposes of the Iowa state  
 6 27 commission grant program and \$103,133 for purposes of the  
 6 28 Iowa's promise and Iowa mentoring partnership programs.

6 29 Notwithstanding section 8.33, moneys appropriated in this  
 6 30 subsection that remain unencumbered or unobligated at the close  
 6 31 of the fiscal year shall not revert but shall remain available  
 6 32 for expenditure for the purposes designated until the close of  
 6 33 the succeeding fiscal year.

#### 6 34 6. COUNCILS OF GOVERNMENTS — ASSISTANCE

6 35 There is appropriated from the general fund of the state  
 7 1 to the economic development authority for the fiscal year  
 7 2 beginning July 1, 2015, and ending June 30, 2016, the following  
 7 3 amount to be used for the purposes of providing financial  
 7 4 assistance to Iowa's councils of governments:

7 5 ..... \$ 250,000

#### 7 6 7. SCIENCE, TECHNOLOGY, ENGINEERING, AND MATHEMATICS 7 7 INTERNSHIPS

7 8 a. There is appropriated from the general fund of the state  
 7 9 to the Iowa economic development authority for the fiscal year  
 7 10 beginning July 1, 2015, and ending June 30, 2016, the following  
 7 11 amount, or so much thereof as is necessary, for the purposes  
 7 12 designated:

7 13 For the funding of internships for students studying in the  
 7 14 fields of science, technology, engineering, and mathematics  
 7 15 with eligible Iowa employers as provided in section 15.411,  
 7 16 subsection 3, paragraph "c":  
 7 17 ..... \$ 1,000,000

General Fund appropriation to the Iowa Commission on Volunteer Service.

DETAIL: This is an increase of \$50,000 to increase support of the Grant Program and no change in FTE positions compared to estimated FY 2015.

Allocates \$125,000 for the Iowa Commission on Volunteer Service Grant Program and \$103,133 for the Iowa Promise and Mentoring Partnership Program.

DETAIL: This is an increase of \$50,000 for Grants compared to estimated FY 2015.

CODE: Requires nonreversion of funds appropriated to the Iowa State Commission on Volunteer Service and the Iowa Promise and Mentoring Partnership from the General Fund until the close of FY 2017.

General Fund appropriation to the IEDA for financial assistance to the Iowa Councils of Governments (COGs).

DETAIL: This is a general increase of \$50,000 compared to estimated FY 2015. From FY 2011 to FY 2013, the COGs received assistance through interest earned on the Economic Development Fund.

General Fund appropriation to the IEDA for Science, Technology, Engineering, and Mathematics (STEM) Internships.

DETAIL: Maintains current funding level compared to estimated FY 2015.

7 18 b. No more than 3 percent of the moneys appropriated in this  
 7 19 subsection may be used by the authority for costs associated  
 7 20 with administration of the internship program.

Specifies that the IEDA may use no more than \$30,000 for administration costs related to the internships.

7 21 c. Notwithstanding section 8.33, moneys appropriated in  
 7 22 this subsection which remain unencumbered or unobligated at  
 7 23 the end of the fiscal year shall not revert but shall remain  
 7 24 available for expenditure for the purposes designated in  
 7 25 subsequent fiscal years.

CODE: Requires nonreversion of funds appropriated to the IEDA for STEM from the General Fund until the close of FY 2017.

#### 7 26 8. HOME BASE IOWA MARKETING

7 27 There is appropriated from the general fund of the state  
 7 28 to the economic development authority for the fiscal year  
 7 29 beginning July 1, 2015, and ending June 30, 2016, the following  
 7 30 amount to be used for the purposes of marketing to attract  
 7 31 veterans to the state:

7 32 ..... \$ 500,000

General Fund appropriation to the IEDA for Home Base Iowa Marketing.

DETAIL: This is a new General Fund appropriation to promote the Home Base Iowa Program that seeks to increase the hiring of returning veterans by Iowa companies.

7 33 Sec. 4. VISION IOWA PROGRAM — FTE AUTHORIZATION. For  
 7 34 purposes of administrative duties associated with the vision  
 7 35 Iowa program for the fiscal year beginning July 1, 2015, the  
 8 1 economic development authority is authorized an additional 2.25  
 8 2 FTEs above those otherwise authorized in this division of this  
 8 3 Act.

Authorizes 2.25 FTE positions for the Vision Iowa Program.

DETAIL: This is no change compared to estimated FY 2015.

8 4 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys  
 8 5 collected by the division of insurance in excess of the  
 8 6 anticipated gross revenues under section 505.7, subsection  
 8 7 3, during the fiscal year beginning July 1, 2015, \$200,000  
 8 8 shall be transferred to the economic development authority for  
 8 9 insurance economic development and international insurance  
 8 10 economic development.

Insurance receipts transfer to the IEDA for insurance economic development.

DETAIL: This is no change compared to estimated FY 2015. Funds collected by the Insurance Division of the Department of Commerce in excess of the anticipated gross revenues are allocated to the IEDA for insurance economic development purposes. These funds are used by the IEDA to recruit insurance companies to the State.

#### 8 11 Sec. 6. IOWA FINANCE AUTHORITY.

8 12 1. There is appropriated from the general fund of the state  
 8 13 to the Iowa finance authority for the fiscal year beginning  
 8 14 July 1, 2015, and ending June 30, 2016, the following amount,  
 8 15 or so much thereof as is necessary, to be used to provide  
 8 16 reimbursement for rent expenses to eligible persons under the  
 8 17 rent subsidy program:

8 18 ..... \$ 658,000

General Fund appropriation to the Iowa Finance Authority (IFA) for the Home and Community-Based Services (HCBS) Rent Subsidy Program.

DETAIL: Maintains the current funding level compared to estimated FY 2015.

8 19 2. Participation in the rent subsidy program shall be  
 8 20 limited to only those persons who meet the requirements for the  
 8 21 nursing facility level of care for home and community-based  
 8 22 services waiver services as in effect on July 1, 2015, and  
 8 23 to those individuals who are eligible for the federal money

Requires participation in the Rent Subsidy Program to be limited to individuals at risk of nursing home placement and those eligible under the federal Money Follows the Person Grant Program. Permits the IFA to use up to \$35,000 for administrative costs.

8 24 follows the person grant program under the medical assistance  
 8 25 program. Of the moneys appropriated in this section, not more  
 8 26 than \$35,000 may be used for administrative costs.

8 27 Sec. 7. IOWA FINANCE AUTHORITY AUDIT. The auditor of state  
 8 28 is requested to review the audit of the Iowa finance authority  
 8 29 performed by the auditor hired by the authority.

8 30 Sec. 8. PUBLIC EMPLOYMENT RELATIONS BOARD.

8 31 1. There is appropriated from the general fund of the state  
 8 32 to the public employment relations board for the fiscal year  
 8 33 beginning July 1, 2015, and ending June 30, 2016, the following  
 8 34 amount, or so much thereof as is necessary, for the purposes  
 8 35 designated:

9 1 For salaries, support, maintenance, and miscellaneous  
 9 2 purposes, and for not more than the following full-time  
 9 3 equivalent positions:  
 9 4 ..... \$ 1,342,452  
 9 5 ..... FTEs 10.00

9 6 2. Of the moneys appropriated in this section, the board  
 9 7 shall allocate \$15,000 for maintaining an internet site that  
 9 8 allows searchable access to a database of collective bargaining  
 9 9 information.

9 10 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There  
 9 11 is appropriated from the general fund of the state to the  
 9 12 department of workforce development for the fiscal year  
 9 13 beginning July 1, 2015, and ending June 30, 2016, the following  
 9 14 amounts, or so much thereof as is necessary, for the purposes  
 9 15 designated:

9 16 1. DIVISION OF LABOR SERVICES

9 17 a. For the division of labor services, including salaries,  
 9 18 support, maintenance, and miscellaneous purposes, and for not  
 9 19 more than the following full-time equivalent positions:

9 20 ..... \$ 4,667,416  
 9 21 ..... FTEs 68.00

9 22 b. From the contractor registration fees, the division of  
 9 23 labor services shall reimburse the department of inspections  
 9 24 and appeals for all costs associated with hearings under

Requests the Auditor of State to review the outside audit of the IFA.

General Fund appropriation to the Public Employment Relations Board (PERB).

DETAIL: Maintains the current funding level and FTE positions compared to estimated FY 2015.

Requires the allocation of \$15,000 for a searchable website containing collective bargaining information.

DETAIL: This is no change compared to the FY 2015 allocation.

General Fund appropriations to the Iowa Department of Workforce Development (IWD).

General Fund appropriation to the IWD Division of Labor Services.

DETAIL: This is an increase of \$843,877 and 13.90 FTE positions compared to estimated FY 2015. Changes include the following:

- An increase of \$668,877 to support the federal Occupational Safety and Health Administration (OSHA) programs.
- An increase of \$175,000 and 3.00 FTE positions for investigators and support staff for wage enforcement.
- An increase of 10.90 FTE positions to match the FY 2015 authorized amount.

Requires the Division of Labor Services to reimburse the Employment Appeals Board in the Department of Inspections and Appeals for the costs associated with hearings related to contractor registration from

9 25	chapter 91C, relating to contractor registration.	contractor registration fees.
9 26	c. Of the moneys appropriated under this subsection, the	Requires the Labor Services Division to allocate \$175,000 to hire
9 27	department shall allocate \$175,000 for the purpose of employing	additional investigators and support staff for Wage Enforcement.
9 28	additional investigators and support staff to investigate wage	
9 29	enforcement.	
9 30	2. DIVISION OF WORKERS' COMPENSATION	General Fund appropriation to the IWD Division of Workers'
9 31	a. For the division of workers' compensation, including	Compensation.
9 32	salaries, support, maintenance, and miscellaneous purposes, and	
9 33	for not more than the following full-time equivalent positions:	DETAIL: Maintains the current funding level compared to estimated FY
9 34	..... \$ 3,259,044	2015 and provides an increase of 3.00 FTE positions to match the
9 35	..... FTEs 30.00	authorized amount in FY 2015.
10 1	b. The division of workers' compensation shall charge a	Requires the Workers' Compensation Division to continue to charge a
10 2	\$100 filing fee for workers' compensation cases. The filing	\$100 filing fee for workers' compensation cases. Permits the losing
10 3	fee shall be paid by the petitioner of a claim. However, the	party to be taxed for the fee, unless it would impose an undue hardship
10 4	fee can be taxed as a cost and paid by the losing party, except	or be unjust. Appropriates the fees collected to the IWD to be used for
10 5	in cases where it would impose an undue hardship or be unjust	the administration of the Workers' Compensation Division.
10 6	under the circumstances. The moneys generated by the filing	
10 7	fee allowed under this subsection are appropriated to the	DETAIL: This is no change compared to estimated FY 2015.
10 8	department of workforce development to be used for purposes of	
10 9	administering the division of workers' compensation.	
10 10	3. WORKFORCE DEVELOPMENT OPERATIONS	General Fund appropriation to the IWD for the operation of Field
10 11	a. For the operation of field offices, the workforce	Offices and the Workforce Development Board.
10 12	development board, and for not more than the following	
10 13	full-time equivalent positions:	DETAIL: Maintains the current funding level compared to estimated FY
10 14	..... \$ 9,179,413	2015. The 40.96 decrease in FTE positions is to match the FY 2015
10 15	..... FTEs 130.00	authorized amount. Additional FTE positions currently showing in the
10 16	b. Of the moneys appropriated in paragraph "a" of this	Field Office Operating Fund are due to a change in accounting and the
10 17	subsection, the department shall allocate \$150,000 to the state	IWD also tracking the Promise Jobs Program in the Fund.
10 18	library for the purpose of licensing an online resource which	
10 19	prepares persons to succeed in the workplace through programs	Allocates \$150,000 for the State Library for licensing the
10 20	which improve job skills and vocational test-taking abilities.	LearningExpress Library.
		NOTE: Total FY 2016 Field Office funding is \$11,195,497 from the
		following sources:
		• \$9,029,413 - General Fund, excluding this \$150,000 allocation
		(must also support the Workforce Development Board).
		• \$1,766,084 - Special Contingency Fund (See Section 11).
		• \$400,000 - Reserve Fund Interest (See Section 12).

10 21 c. Of the moneys appropriated in paragraph "a" of this  
 10 22 subsection, the department shall allocate at least \$1,130,602  
 10 23 for the operation of the four satellite field offices located  
 10 24 in Decorah, Fort Madison, Iowa City, and Webster City.

Requires the IWD to allocate at least \$1,130,602 for operation of four satellite field offices projected to serve the most people from the offices located in Decorah, Fort Madison, Iowa City, and Webster City.

DETAIL: This is identical to the allocation in FY 2015. The IWD currently operates satellite field offices at all four locations, however, some offices are only open two to four days per week.

#### 10 25 4. OFFENDER REENTRY PROGRAM

General Fund appropriation to the IWD for the Offender Reentry Program.

10 26 a. For the development and administration of an offender  
 10 27 reentry program to provide offenders with employment skills,  
 10 28 and for not more than the following full-time equivalent  
 10 29 positions:  
 10 30 ..... \$ 358,464  
 10 31 ..... FTEs 4.00

DETAIL: Maintains the current funding level and FTE positions compared to estimated FY 2015.

10 32 b. The department of workforce development shall partner  
 10 33 with the department of corrections to provide staff within the  
 10 34 correctional facilities to improve offenders' abilities to find  
 10 35 and retain productive employment.

Requires the IWD to partner with the Department of Corrections to improve the ability of offenders to find and retain employment.

#### 11 1 5. NONREVERSION

CODE: Requires nonreversion of funds appropriated to the IWD from the General Fund for the following through FY 2017:

11 2 Notwithstanding section 8.33, moneys appropriated in this  
 11 3 section that remain unencumbered or unobligated at the close of  
 11 4 the fiscal year shall not revert but shall remain available for  
 11 5 expenditure for the purposes designated until the close of the  
 11 6 succeeding fiscal year.

- Division of Labor Services.
- Division of Workers' Compensation.
- Workforce Development Operations for Field Offices and the Workforce Development Board.
- Offender Reentry Program.

11 7 Sec. 10. GENERAL FUND — EMPLOYEE MISCLASSIFICATION  
 11 8 PROGRAM. There is appropriated from the general fund of the  
 11 9 state to the department of workforce development for the fiscal  
 11 10 year beginning July 1, 2015, and ending June 30, 2016, the  
 11 11 following amount, or so much thereof as is necessary, to be  
 11 12 used for the purposes designated:

General Fund appropriation to the IWD for investigation of employers that misclassify workers.

11 13 For enhancing efforts to investigate employers that  
 11 14 misclassify workers and for not more than the following  
 11 15 full-time equivalent positions:  
 11 16 ..... \$ 451,458  
 11 17 ..... FTEs 8.10

DETAIL: Maintains the current funding level compared to estimated FY 2015 and provides an increase of 4.70 FTE positions to match the authorized amount in FY 2015. State General Funds are utilized first, and then federal funds are utilized for the remainder of the fiscal year.

#### 11 18 Sec. 11. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND.

Special Employment Security Contingency Fund (also known as the Penalty and Interest or P & I Fund) appropriation to the IWD for operation of the Field Offices.

11 19 1. There is appropriated from the special employment  
 11 20 security contingency fund to the department of workforce  
 11 21 development for the fiscal year beginning July 1, 2015, and  
 11 22 ending June 30, 2016, the following amount, or so much thereof

DETAIL: Maintains the current funding level compared to estimated FY



11 23 as is necessary, to be used for field offices:  
 11 24 ..... \$ 1,766,084

2015.

NOTE: Total funding for Field Offices is discussed in Section 9.3(b). Section 9 provides a General Fund appropriation and Section 12 provides an Unemployment Insurance Reserve Fund interest appropriation for Field Offices.

11 25 2. Any remaining additional penalty and interest revenue  
 11 26 collected by the department of workforce development is  
 11 27 appropriated to the department for the fiscal year beginning  
 11 28 July 1, 2015, and ending June 30, 2016, to accomplish the  
 11 29 mission of the department.

Appropriates any remaining penalty and interest revenues to be used as needed by the IWD.

11 30 Sec. 12. UNEMPLOYMENT COMPENSATION RESERVE FUND —  
 11 31 FIELD OFFICES. Notwithstanding section 96.9, subsection 8,  
 11 32 paragraph “e”, there is appropriated from interest earned on  
 11 33 the unemployment compensation reserve fund to the department  
 11 34 of workforce development for the fiscal year beginning July 1,  
 11 35 2015, and ending June 30, 2016, the following amount, or so  
 12 1 much thereof as is necessary, for the purposes designated:  
 12 2 For the operation of satellite field offices:  
 12 3 ..... \$ 400,000

Unemployment Compensation Reserve Fund interest appropriation to the IWD for operation of the Field Offices.

DETAIL: Maintains the current funding level compared to estimated FY 2015.

NOTE: Total funding for Field Offices is discussed in Section 9.3(b). Section 9 provides a General Fund appropriation and Section 11 provides a Special Employment Security Contingency Fund appropriation for Field Offices.

12 4 Sec. 13. VIRTUAL ACCESS WORKFORCE DEVELOPMENT OFFICES. The  
 12 5 department of workforce development shall require a unique  
 12 6 identification login for all users of workforce development  
 12 7 centers operated through electronic means.

Requires the IWD to require a unique login for all users that access Workforce Development Centers operated through electronic access points.

12 8 Sec. 14. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding  
 12 9 section 96.9, subsection 4, paragraph “a”, moneys credited to  
 12 10 the state by the secretary of the treasury of the United  
 12 11 States pursuant to section 903 of the Social Security  
 12 12 Act are appropriated to the department of workforce  
 12 13 development and shall be used by the department for the  
 12 14 administration of the unemployment compensation program only.  
 12 15 This appropriation shall not apply to any fiscal year  
 12 16 beginning after December 31, 2015.

CODE: Appropriates funds to the IWD for administration of the Unemployment Compensation Program from the Unemployment Compensation Fund without specifying an amount. This appropriation does not apply to any fiscal year beginning after December 31, 2015 (FY 2016).

12 17 Sec. 15. SMALL BUSINESS DEVELOPMENT CENTERS. There is  
 12 18 appropriated from the general fund of the state to Iowa state  
 12 19 university of science and technology for the fiscal year  
 12 20 beginning July 1, 2015, and ending June 30, 2016, the following  
 12 21 amount, or so much thereof as is necessary, to be used for the  
 12 22 purposes of funding small business development centers:  
 12 23 ..... \$ 101,000

General Fund appropriation to ISU for Small Business Development Centers (SBDCs).

DETAIL: Maintains the current General Fund appropriation.

NOTE: See Section 16.1(b)(2)(a) for the total funding provided to the SBDCs.

12 24 Sec. 16. IOWA SKILLED WORKER AND JOB CREATION FUND.  
 12 25 1. There is appropriated from the Iowa skilled worker and  
 12 26 job creation fund created in section 8.75 to the following  
 12 27 departments, agencies, and institutions for the fiscal year  
 12 28 beginning July 1, 2015, and ending June 30, 2016, the following  
 12 29 amounts, or so much thereof as is necessary, to be used for the  
 12 30 purposes designated:

12 31 a. ECONOMIC DEVELOPMENT AUTHORITY

12 32 (1) For the purposes of providing assistance under the high  
 12 33 quality jobs program as described in section 15.335B:  
 12 34 ..... \$ 16,900,000

[Skilled Worker and Job Creation Fund](#) appropriations to various departments.

Skilled Worker and Job Creation Fund appropriation to the IEDA for the [High Quality Jobs Program](#).

DETAIL: Maintains the current funding level compared to estimated FY 2015.

12 35 (2) From the moneys appropriated in this lettered paragraph  
 13 1 "a", the economic development authority may use not more than  
 13 2 \$1,000,000 for purposes of providing infrastructure grants to  
 13 3 mainstreet communities under the main street Iowa program.

Permits the IEDA to use no more than \$1,000,000 of this appropriation for the Main Street Iowa Program.

DETAIL: This is no change compared to estimated FY 2015.

13 4 (3) As a condition of receiving moneys appropriated in  
 13 5 this lettered paragraph "a", an entity shall testify upon the  
 13 6 request of the joint appropriations subcommittee on economic  
 13 7 development regarding the expenditure of such moneys.

Requires recipients of Skilled Worker and Job Creation Fund appropriations to testify regarding the use of the funds appropriated in this Division for the High Quality Jobs Initiative at the request of the Economic Development Appropriations Subcommittee.

13 8 b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS

13 9 (1) STATE BOARD OF REGENTS. For capacity building  
 13 10 infrastructure in areas related to technology  
 13 11 commercialization, marketing and business development  
 13 12 efforts in areas related to technology commercialization,  
 13 13 entrepreneurship, and business growth, and infrastructure  
 13 14 projects and programs needed to assist in implementation of  
 13 15 activities under chapter 262B:  
 13 16 ..... \$ 3,000,000

Skilled Worker and Job Creation Fund appropriation to the Board of Regents for the commercialization of research.

DETAIL: Maintains the current funding level compared to estimated FY 2015.

13 17 Of the moneys appropriated pursuant to this subparagraph  
 13 18 (1), 35 percent shall be allocated for Iowa state university  
 13 19 of science and technology, 35 percent shall be allocated for  
 13 20 the university of Iowa, and 30 percent shall be allocated for  
 13 21 the university of northern Iowa.

Specifies the allocation of the Regents funding among the three universities as follows:

- Iowa State University (ISU): \$1,050,000.
- University of Iowa (UI): \$1,050,000.
- University of Northern Iowa (UNI): \$900,000.

13 22 (a) The institutions shall provide a one-to-one match  
 13 23 of additional moneys for the activities funded with moneys

Requires the Regents universities to provide a one-to-one match of funding received from the Regents funding.

13 24 appropriated under this subparagraph (1).

13 25 (b) The state board of regents shall annually submit a  
 13 26 report by January 15 to the governor, the general assembly,  
 13 27 and the legislative services agency regarding the activities,  
 13 28 projects, and programs funded with moneys appropriated under  
 13 29 this subparagraph (1). The report shall be provided in an  
 13 30 electronic format and shall include a list of metrics and  
 13 31 criteria mutually agreed to in advance by the board of regents  
 13 32 and the economic development authority. The metrics and  
 13 33 criteria shall allow the governor's office and the general  
 13 34 assembly to quantify and evaluate the progress of the board of  
 13 35 regents institutions with regard to their activities, projects,  
 14 1 and programs in the areas of technology commercialization,  
 14 2 entrepreneurship, regional development, and market research.

Requires the Board of Regents to submit an annual report by January 15 to the Governor, the General Assembly, and the Legislative Services Agency regarding the use of the appropriation to the Regents.

14 3 (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY. For  
 14 4 small business development centers, the science and technology  
 14 5 research park, and the center for industrial research and  
 14 6 service, and for not more than the following full-time  
 14 7 equivalent positions:  
 14 8 ..... \$ 2,424,302  
 14 9 ..... FTEs 56.63

Skilled Worker and Job Creation Fund appropriation to ISU for ongoing economic development efforts.

DETAIL: Maintains the current funding level and FTE positions compared to estimated FY 2015.

14 10 (a) Of the moneys appropriated in this subparagraph (2),  
 14 11 Iowa state university of science and technology shall allocate  
 14 12 at least \$735,728 for purposes of funding small business  
 14 13 development centers. Iowa state university of science and  
 14 14 technology may allocate the appropriated moneys to the various  
 14 15 small business development centers in any manner necessary to  
 14 16 achieve the purposes of this subparagraph.

Specifies that at least \$735,728 of the appropriation must be allocated to the Small Business Development Centers (SBDCs).

DETAIL: This maintains the current minimum allocation.

NOTE: Section 15 of this Act appropriates \$101,000 from the General Fund for the SBDCs, bringing total minimum funding for FY 2016 to \$836,728.

14 17 (b) Iowa state university of science and technology shall  
 14 18 do all of the following:  
 14 19 (i) Direct expenditures for research toward projects that  
 14 20 will provide economic stimulus for Iowa.  
 14 21 (ii) Provide emphasis to providing services to Iowa-based  
 14 22 companies.

Requires ISU to focus expenditures on projects that will provide economic stimulus in Iowa and emphasize providing services to Iowa-based companies.

14 23 (c) It is the intent of the general assembly that the  
 14 24 industrial incentive program focus on Iowa industrial sectors  
 14 25 and seek contributions and in-kind donations from businesses,  
 14 26 industrial foundations, and trade associations, and that moneys  
 14 27 for the center for industrial research and service industrial  
 14 28 incentive program shall be allocated only for projects which  
 14 29 are matched by private sector moneys for directed contract  
 14 30 research or for nondirected research. The match required of

Specifies the General Assembly's intent that the Industrial Incentive Program seek contributions and in-kind donations from businesses, industrial foundations, and trade associations. Specifies matching requirements under the Program.

14 31 small businesses as defined in section 15.102, subsection 10,  
 14 32 for directed contract research or for nondirected research  
 14 33 shall be \$1 for each \$3 of state funds. The match required  
 14 34 for other businesses for directed contract research or  
 14 35 for nondirected research shall be \$1 for each \$1 of state  
 15 1 funds. The match required of industrial foundations or trade  
 15 2 associations shall be \$1 for each \$1 of state funds.

15 3 Iowa state university of science and technology shall  
 15 4 report annually to the joint appropriations subcommittee on  
 15 5 economic development and the legislative services agency the  
 15 6 total amount of private contributions, the proportion of  
 15 7 contributions from small businesses and other businesses, and  
 15 8 the proportion for directed contract research and nondirected  
 15 9 research of benefit to Iowa businesses and industrial sectors.

15 10 (3) STATE UNIVERSITY OF IOWA. For the state university  
 15 11 of Iowa research park and for the advanced drug development  
 15 12 program at the Oakdale research park, including salaries,  
 15 13 support, maintenance, equipment, and miscellaneous purposes,  
 15 14 and for not more than the following full-time equivalent  
 15 15 positions:  
 15 16 ..... \$ 209,279  
 15 17 ..... FTEs 6.00

15 18 The state university of Iowa shall do all of the following:  
 15 19 (a) Direct expenditures for research toward projects that  
 15 20 will provide economic stimulus for Iowa.  
 15 21 (b) Provide emphasis to providing services to Iowa-based  
 15 22 companies.

15 23 (4) STATE UNIVERSITY OF IOWA. For the purpose of  
 15 24 implementing the entrepreneurship and economic growth  
 15 25 initiative, and for not more than the following full-time  
 15 26 equivalent positions:  
 15 27 ..... \$ 2,000,000  
 15 28 ..... FTEs 9.75

15 29 (5) UNIVERSITY OF NORTHERN IOWA. For the metal casting  
 15 30 institute, the MyEntreNet internet application, and the  
 15 31 institute of decision making, including salaries, support,  
 15 32 maintenance, and miscellaneous purposes, and for not more than  
 15 33 the following full-time equivalent positions:  
 15 34 ..... \$ 1,066,419  
 15 35 ..... FTEs 7.72

Requires ISU to report annually to the Economic Development Appropriations Subcommittee and the Legislative Services Agency regarding the total amount of private contributions, the proportion of those contributions from small businesses, and the proportion used for directed contract research and nondirected research.

Skilled Worker and Job Creation Fund appropriation to the UI for ongoing economic development efforts.

DETAIL: Maintains the current funding level and FTE positions compared to estimated FY 2015.

Requires the UI to focus expenditures on projects that will provide economic stimulus in Iowa and emphasize providing services to Iowa-based companies.

Skilled Worker and Job Creation Fund appropriation to the UI for the Entrepreneurship and Economic Growth Initiative.

DETAIL: Maintains the current funding level compared to estimated FY 2015 and increases FTE positions by 1.75 to match the authorized amount for FY 2015. The appropriation is to expand public/private partnerships and programming through the Pappajohn Entrepreneurial Center.

Skilled Worker and Job Creation Fund appropriation to the University of Northern Iowa (UNI) for ongoing economic development efforts related to the Metal Casting Institute, the MyEntre.Net Internet application, and the Institute for Decision Making.

DETAIL: Maintains the current funding level and FTE positions compared to estimated FY 2015.

16 1 (a) Of the moneys appropriated pursuant to this  
 16 2 subparagraph (5), the university of northern Iowa shall  
 16 3 allocate at least \$617,639 for purposes of support of  
 16 4 entrepreneurs through the university's regional business center  
 16 5 and economic gardening program.

Requires that at least \$617,639 of the appropriation be allocated to the UNI's Regional Business Center and Economic Gardening Program.

16 6 (b) The university of northern Iowa shall do all of the  
 16 7 following:  
 16 8 (i) Direct expenditures for research toward projects that  
 16 9 will provide economic stimulus for Iowa.  
 16 10 (ii) Provide emphasis to providing services to Iowa-based  
 16 11 companies.

Requires the UNI to focus expenditures on projects that will provide economic stimulus in Iowa and emphasize providing services to Iowa-based companies.

16 12 (6) As a condition of receiving moneys appropriated in  
 16 13 this lettered paragraph "b", an entity shall testify upon the  
 16 14 request of the joint appropriations subcommittee on economic  
 16 15 development regarding the expenditure of such moneys.

Requires recipients of Skilled Worker and Job Creation Fund appropriations to testify regarding the use of the funds appropriated at the request of the Economic Development Appropriations Subcommittee.

16 16 c. DEPARTMENT OF WORKFORCE DEVELOPMENT  
 16 17 To develop a long-term sustained program to train unemployed  
 16 18 and underemployed central Iowans with skills necessary to  
 16 19 advance to higher-paying jobs with full benefits:  
 16 20 ..... \$ 100,000

Skilled Worker and Job Creation Fund appropriation to IWD for a long-term sustained job training program.

DETAIL: Maintains the current funding level compared to estimated FY 2015. This is for a training program to be developed by a group similar to A Mid-Iowa Organizing Strategy (AMOS) and Project IOWA.

16 21 (1) The department of workforce development shall begin  
 16 22 a request for proposals process, issued for purposes of this  
 16 23 lettered paragraph "c", no later than September 1, 2015.

Requires the IWD to have a request for proposal (RFP) issued no later than September 1, 2015.

16 24 (2) As a condition of receiving moneys appropriated under  
 16 25 this lettered paragraph "c", an entity shall testify upon the  
 16 26 request of the joint appropriations subcommittee on economic  
 16 27 development regarding the expenditure of such moneys.

Specifies that IWD and the entity that receives the RFP will testify regarding the use of the funds at the request of the Economic Development Appropriations Subcommittee.

16 28 2. Notwithstanding section 8.33, moneys appropriated  
 16 29 in this section of this Act that remain unencumbered or  
 16 30 unobligated at the close of the fiscal year shall not revert  
 16 31 but shall remain available for expenditure for the purposes  
 16 32 designated until the close of the succeeding fiscal year.

CODE: Requires nonreversion of funds appropriated from the Skilled Worker and Job Creation Fund to the IEDA, the Board of Regents, and the IWD until the close of FY 2017.

16 33 Sec. 17. IOWA PRODUCTS. As a condition of receiving an  
 16 34 appropriation, any agency appropriated moneys pursuant to  
 16 35 this division of this Act shall give first preference when  
 17 1 purchasing a product to an Iowa product or a product produced  
 17 2 from an Iowa-based business. Second preference shall be  
 17 3 given to a United States product or a product produced from a  
 17 4 business based in the United States.

Requires all entities receiving an appropriation in this Bill to give first preference to purchasing an Iowa product or a product produced from an Iowa-based business and second preference to a U.S. product or a product produced from a business based in the U.S.

DETAIL: This requirement is the same as was required for FY 2015.

17 5 Sec. 18. PERSONNEL SETTLEMENT AGREEMENT PAYMENTS. As  
 17 6 a condition made to any appropriation to the department of  
 17 7 cultural affairs, the economic development authority, the Iowa  
 17 8 finance authority, the public employment relations board,  
 17 9 the department of workforce development, the state board of  
 17 10 regents, Iowa state university of science and technology, the  
 17 11 state university of Iowa, or the university of northern Iowa as  
 17 12 provided in this division of this Act, moneys appropriated and  
 17 13 any other moneys available for use by that entity under this  
 17 14 division of this Act shall not be used for the payment of a  
 17 15 personnel settlement agreement between that entity and a state  
 17 16 employee that contains a confidentiality provision intended to  
 17 17 prevent public disclosure of the agreement or any terms of the  
 17 18 agreement.

Prohibits the DCA, IEDA, IFA, PERB, IWD, BOR, ISU, UI, and UNI from using any funds for payment of a personnel settlement agreement with a State employee that contains a confidentiality agreement.

17 19 DIVISION II  
 17 20 FY 2016-2017  
 17 21 Sec. 19. DEPARTMENT OF CULTURAL AFFAIRS.  
 17 22 1. There is appropriated from the general fund of the state  
 17 23 to the department of cultural affairs for the fiscal year  
 17 24 beginning July 1, 2016, and ending June 30, 2017, the following  
 17 25 amounts, or so much thereof as is necessary, to be used for the  
 17 26 purposes designated:  
 17 27 a. ADMINISTRATION  
 17 28 For salaries, support, maintenance, and miscellaneous  
 17 29 purposes, and for not more than the following full-time  
 17 30 equivalent positions for the department:  
 17 31 ..... \$ 88,441  
 17 32 ..... FTEs 74.50  
 17 33 The department of cultural affairs shall coordinate  
 17 34 activities with the tourism office of the economic development  
 17 35 authority to promote attendance at the state historical  
 18 1 building and at this state's historic sites.  
 18 2 Full-time equivalent positions authorized under this  
 18 3 paragraph are funded, in full or in part, using moneys  
 18 4 appropriated under this paragraph, paragraphs "c" through "g",  
 18 5 and paragraph "i".  
 18 6 b. COMMUNITY CULTURAL GRANTS  
 18 7 For planning and programming for the community cultural  
 18 8 grants program established under section 303.3:  
 18 9 ..... \$ 86,045  
 18 10 c. HISTORICAL DIVISION  
 18 11 For the support of the historical division:  
 18 12 ..... \$ 1,583,851  
 18 13 d. HISTORIC SITES  
 18 14 For the administration and support of historic sites:  
 18 15 ..... \$ 213,199

Division II appropriates a total of \$22,137,884 from the General Fund and authorizes 562.95 FTE positions to the DCA, IEDA, IFA, PERB, IWD, and the Board of Regents for FY 2017. Division II also appropriates a total of \$13,933,043 from other funds for FY 2017. The appropriations are equal to approximately 50.00% of the appropriations for FY 2016 and the authorized FTE positions are the same for both fiscal years.

18 16 e. ARTS DIVISION  
 18 17 For the support of the arts division:  
 18 18 ..... \$ 616,882  
 18 19 Of the moneys appropriated in this paragraph, the department  
 18 20 shall allocate \$300,000 for purposes of the film office.  
 18 21 f. IOWA GREAT PLACES  
 18 22 For the Iowa great places program established under section  
 18 23 303.3C:  
 18 24 ..... \$ 75,000  
 18 25 g. ARCHIVE IOWA GOVERNORS' RECORDS  
 18 26 For archiving the records of Iowa governors:  
 18 27 ..... \$ 32,967  
 18 28 h. RECORDS CENTER RENT  
 18 29 For payment of rent for the state records center:  
 18 30 ..... \$ 113,622  
 18 31 i. BATTLE FLAGS  
 18 32 For continuation of the project recommended by the Iowa  
 18 33 battle flag advisory committee to stabilize the condition of  
 18 34 the battle flag collection:  
 18 35 ..... \$ 47,000  
 19 1 2. Notwithstanding section 8.33, moneys appropriated in  
 19 2 this section that remain unencumbered or unobligated at the  
 19 3 close of the fiscal year shall not revert but shall remain  
 19 4 available for expenditure for the purposes designated until the  
 19 5 close of the succeeding fiscal year.  
 19 6 Sec. 20. GOALS AND ACCOUNTABILITY — ECONOMIC DEVELOPMENT.  
 19 7 1. For the fiscal year beginning July 1, 2016, the goals  
 19 8 for the economic development authority shall be to expand and  
 19 9 stimulate the state economy, increase the wealth of Iowans, and  
 19 10 increase the population of the state.  
 19 11 2. To achieve the goals in subsection 1, the economic  
 19 12 development authority shall do all of the following for the  
 19 13 fiscal year beginning July 1, 2016:  
 19 14 a. Concentrate its efforts on programs and activities that  
 19 15 result in commercially viable products and services.  
 19 16 b. Adopt practices and services consistent with free  
 19 17 market, private sector philosophies.  
 19 18 c. Ensure economic growth and development throughout the  
 19 19 state.  
 19 20 d. Work with businesses and communities to continually  
 19 21 improve the economic development climate along with the  
 19 22 economic well-being and quality of life for Iowans.  
 19 23 e. Coordinate with other state agencies to ensure that they  
 19 24 are attentive to the needs of an entrepreneurial culture.  
 19 25 f. Establish a strong and aggressive marketing image to  
 19 26 showcase Iowa's workforce, existing industry, and potential.  
 19 27 A priority shall be placed on recruiting new businesses,  
 19 28 business expansion, and retaining existing Iowa businesses.

19 29 Emphasis shall be placed on entrepreneurial development through  
 19 30 helping entrepreneurs secure capital, and developing networks  
 19 31 and a business climate conducive to entrepreneurs and small  
 19 32 businesses.

19 33 g. Encourage the development of communities and quality of  
 19 34 life to foster economic growth.

19 35 h. Prepare communities for future growth and development  
 20 1 through development, expansion, and modernization of  
 20 2 infrastructure.

20 3 i. Develop public-private partnerships with Iowa businesses  
 20 4 in the tourism industry, Iowa tour groups, Iowa tourism  
 20 5 organizations, and political subdivisions in this state to  
 20 6 assist in the development of advertising efforts.

20 7 j. Develop, to the fullest extent possible, cooperative  
 20 8 efforts for advertising with contributions from other sources.

20 9 Sec. 21. ECONOMIC DEVELOPMENT AUTHORITY.

20 10 1. APPROPRIATION

20 11 a. There is appropriated from the general fund of the state  
 20 12 to the economic development authority for the fiscal year  
 20 13 beginning July 1, 2016, and ending June 30, 2017, the following  
 20 14 amount, or so much thereof as is necessary, to be used for the  
 20 15 purposes designated in this subsection, and for not more than  
 20 16 the following full-time equivalent positions:

20 17 .....	\$	7,883,186
20 18 .....	FTEs	149.00

20 19 b. (1) For salaries, support, miscellaneous purposes,  
 20 20 programs, marketing, and the maintenance of an administration  
 20 21 division, a business development division, a community  
 20 22 development division, a small business development division,  
 20 23 and other divisions the authority may organize.

20 24 (2) The full-time equivalent positions authorized under  
 20 25 this section are funded, in whole or in part, by the moneys  
 20 26 appropriated under this subsection or by other moneys received  
 20 27 by the authority, including certain federal moneys.

20 28 (3) For business development operations and programs,  
 20 29 international trade, export assistance, workforce recruitment,  
 20 30 and the partner state program.

20 31 (4) For transfer to a fund created pursuant to section  
 20 32 15.313 for purposes of financing strategic infrastructure  
 20 33 projects.

20 34 (5) For community economic development programs, tourism  
 20 35 operations, community assistance, plans for Iowa green corps  
 21 1 and summer youth programs, the mainstreet and rural mainstreet  
 21 2 programs, the school-to-career program, the community  
 21 3 development block grant, and housing and shelter-related  
 21 4 programs.

21 5 (6) For achieving the goals and accountability, and  
 21 6 fulfilling the requirements and duties required under this Act.



21 7 c. As a condition of receiving the appropriation under  
21 8 this subsection, the authority shall transfer \$100,000 to the  
21 9 department of transportation for deposit in the Iowa employment  
21 10 rides fund created pursuant to section 324A.8 as enacted in  
21 11 this Act.

21 12 d. Notwithstanding section 8.33, moneys appropriated in  
21 13 this subsection that remain unencumbered or unobligated at the  
21 14 close of the fiscal year shall not revert but shall remain  
21 15 available for expenditure for the purposes designated in this  
21 16 subsection until the close of the succeeding fiscal year.

## 21 17 2. FINANCIAL ASSISTANCE RESTRICTIONS

21 18 a. A business creating jobs through moneys appropriated in  
21 19 subsection 1 shall be subject to contract provisions requiring  
21 20 new and retained jobs to be filled by individuals who are  
21 21 citizens of the United States who reside within the United  
21 22 States or any person authorized to work in the United States  
21 23 pursuant to federal law, including legal resident aliens in the  
21 24 United States.

21 25 b. Any vendor who receives moneys appropriated in  
21 26 subsection 1 shall adhere to such contract provisions and  
21 27 provide periodic assurances as the state shall require that the  
21 28 jobs are filled solely by citizens of the United States who  
21 29 reside within the United States or any person authorized to  
21 30 work in the United States pursuant to federal law, including  
21 31 legal resident aliens in the United States.

21 32 c. A business that receives financial assistance from  
21 33 the authority from moneys appropriated in subsection 1 shall  
21 34 only employ individuals legally authorized to work in this  
21 35 state. In addition to all other applicable penalties provided  
22 1 by current law, all or a portion of the assistance received  
22 2 by a business which is found to knowingly employ individuals  
22 3 not legally authorized to work in this state is subject to  
22 4 recapture by the authority.

## 22 5 3. USES OF APPROPRIATIONS

22 6 a. From the moneys appropriated in subsection 1, the  
22 7 authority may provide financial assistance in the form of a  
22 8 grant to a community economic development entity for conducting  
22 9 a local workforce recruitment effort designed to recruit former  
22 10 citizens of the state and former students at colleges and  
22 11 universities in the state to meet the needs of local employers.

22 12 b. From the moneys appropriated in subsection 1, the  
22 13 authority may provide financial assistance to early stage  
22 14 industry companies being established by women entrepreneurs.

22 15 c. From the moneys appropriated in subsection 1, the  
22 16 authority may provide financial assistance in the form of  
22 17 grants, loans, or forgivable loans for advanced research and  
22 18 commercialization projects involving value-added agriculture,  
22 19 advanced technology, or biotechnology.

d. The authority shall not use any moneys appropriated in subsection 1 for purposes of providing financial assistance for the Iowa green streets pilot project or for any other program or project that involves the installation of geothermal systems for melting snow and ice from streets or sidewalks.

#### 4. WORLD FOOD PRIZE

There is appropriated from the general fund of the state to the economic development authority for the fiscal year beginning July 1, 2016, and ending June 30, 2017, the following amount for the world food prize and in lieu of the standing appropriation in section 15.368, subsection 1:

.....	\$	400,000
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#### 5. IOWA COMMISSION ON VOLUNTEER SERVICE

There is appropriated from the general fund of the state to the economic development authority for the fiscal year beginning July 1, 2016, and ending June 30, 2017, the following amount for allocation to the Iowa commission on volunteer service for purposes of the Iowa state commission grant program, the Iowa's promise and Iowa mentoring partnership programs, and for not more than the following full-time equivalent positions:

.....	\$	114,067
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.....	FTEs	7.00
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Of the moneys appropriated in this subsection, the authority shall allocate \$62,500 for purposes of the Iowa state commission grant program and \$51,567 for purposes of the Iowa's promise and Iowa mentoring partnership programs.

Notwithstanding section 8.33, moneys appropriated in this subsection that remain unencumbered or unobligated at the close of the fiscal year shall not revert but shall remain available for expenditure for the purposes designated until the close of the succeeding fiscal year.

#### 6. COUNCILS OF GOVERNMENTS — ASSISTANCE

There is appropriated from the general fund of the state to the economic development authority for the fiscal year beginning July 1, 2016, and ending June 30, 2017, the following amount to be used for the purposes of providing financial assistance to Iowa's councils of governments:

.....	\$	125,000
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#### 7. SCIENCE, TECHNOLOGY, ENGINEERING, AND MATHEMATICS INTERNSHIPS

a. There is appropriated from the general fund of the state to the Iowa economic development authority for the fiscal year beginning July 1, 2016, and ending June 30, 2017, the following amount, or so much thereof as is necessary, for the purposes designated:

For the funding of internships for students studying in the fields of science, technology, engineering, and mathematics

23 33 with eligible Iowa employers as provided in section 15.411,  
 23 34 subsection 3, paragraph "c":  
 23 35 ..... \$ 500,000

24 1 b. No more than 3 percent of the moneys appropriated in this  
 24 2 subsection may be used by the authority for costs associated  
 24 3 with administration of the internship program.

24 4 c. Notwithstanding section 8.33, moneys appropriated in  
 24 5 this subsection which remain unencumbered or unobligated at  
 24 6 the end of the fiscal year shall not revert but shall remain  
 24 7 available for expenditure for the purposes designated in  
 24 8 subsequent fiscal years.

#### 24 9 8. HOME BASE IOWA MARKETING

24 10 There is appropriated from the general fund of the state  
 24 11 to the economic development authority for the fiscal year  
 24 12 beginning July 1, 2016, and ending June 30, 2017, the following  
 24 13 amount to be used for the purposes of marketing to attract  
 24 14 veterans to the state:

24 15 ..... \$ 250,000

24 16 Sec. 22. VISION IOWA PROGRAM — FTE AUTHORIZATION. For  
 24 17 purposes of administrative duties associated with the vision  
 24 18 Iowa program for the fiscal year beginning July 1, 2016, the  
 24 19 economic development authority is authorized an additional 2.25  
 24 20 FTEs above those otherwise authorized in this division of this  
 24 21 Act.

24 22 Sec. 23. INSURANCE ECONOMIC DEVELOPMENT. From the moneys  
 24 23 collected by the division of insurance in excess of the  
 24 24 anticipated gross revenues under section 505.7, subsection  
 24 25 3, during the fiscal year beginning July 1, 2016, \$100,000  
 24 26 shall be transferred to the economic development authority for  
 24 27 insurance economic development and international insurance  
 24 28 economic development.

#### 24 29 Sec. 24. IOWA FINANCE AUTHORITY.

24 30 1. There is appropriated from the general fund of the state  
 24 31 to the Iowa finance authority for the fiscal year beginning  
 24 32 July 1, 2016, and ending June 30, 2017, the following amount,  
 24 33 or so much thereof as is necessary, to be used to provide  
 24 34 reimbursement for rent expenses to eligible persons under the  
 24 35 rent subsidy program:

25 1 ..... \$ 329,000

25 2 2. Participation in the rent subsidy program shall be  
 25 3 limited to only those persons who meet the requirements for the  
 25 4 nursing facility level of care for home and community-based  
 25 5 services waiver services as in effect on July 1, 2016, and  
 25 6 to those individuals who are eligible for the federal money  
 25 7 follows the person grant program under the medical assistance  
 25 8 program. Of the moneys appropriated in this section, not more  
 25 9 than \$35,000 may be used for administrative costs.

25 10 Sec. 25. IOWA FINANCE AUTHORITY AUDIT. The auditor of state

25 11 is requested to review the audit of the Iowa finance authority  
 25 12 performed by the auditor hired by the authority.  
 25 13 Sec. 26. PUBLIC EMPLOYMENT RELATIONS BOARD.  
 25 14 1. There is appropriated from the general fund of the state  
 25 15 to the public employment relations board for the fiscal year  
 25 16 beginning July 1, 2016, and ending June 30, 2017, the following  
 25 17 amount, or so much thereof as is necessary, for the purposes  
 25 18 designated:  
 25 19 For salaries, support, maintenance, and miscellaneous  
 25 20 purposes, and for not more than the following full-time  
 25 21 equivalent positions:  
 25 22 ..... \$ 671,226  
 25 23 ..... FTEs 10.00  
 25 24 2. Of the moneys appropriated in this section, the board  
 25 25 shall allocate \$15,000 for maintaining an internet site that  
 25 26 allows searchable access to a database of collective bargaining  
 25 27 information.  
 25 28 Sec. 27. DEPARTMENT OF WORKFORCE DEVELOPMENT. There  
 25 29 is appropriated from the general fund of the state to the  
 25 30 department of workforce development for the fiscal year  
 25 31 beginning July 1, 2016, and ending June 30, 2017, the following  
 25 32 amounts, or so much thereof as is necessary, for the purposes  
 25 33 designated:  
 25 34 1. DIVISION OF LABOR SERVICES  
 25 35 a. For the division of labor services, including salaries,  
 26 1 support, maintenance, and miscellaneous purposes, and for not  
 26 2 more than the following full-time equivalent positions:  
 26 3 ..... \$ 2,333,708  
 26 4 ..... FTEs 68.00  
 26 5 b. From the contractor registration fees, the division of  
 26 6 labor services shall reimburse the department of inspections  
 26 7 and appeals for all costs associated with hearings under  
 26 8 chapter 91C, relating to contractor registration.  
 26 9 2. DIVISION OF WORKERS' COMPENSATION  
 26 10 a. For the division of workers' compensation, including  
 26 11 salaries, support, maintenance, and miscellaneous purposes, and  
 26 12 for not more than the following full-time equivalent positions:  
 26 13 ..... \$ 1,629,522  
 26 14 ..... FTEs 30.00  
 26 15 b. The division of workers' compensation shall charge a  
 26 16 \$100 filing fee for workers' compensation cases. The filing  
 26 17 fee shall be paid by the petitioner of a claim. However, the  
 26 18 fee can be taxed as a cost and paid by the losing party, except  
 26 19 in cases where it would impose an undue hardship or be unjust  
 26 20 under the circumstances. The moneys generated by the filing  
 26 21 fee allowed under this subsection are appropriated to the  
 26 22 department of workforce development to be used for purposes of  
 26 23 administering the division of workers' compensation.

26 24 3. WORKFORCE DEVELOPMENT OPERATIONS

26 25 a. For the operation of field offices, the workforce

26 26 development board, and for not more than the following

26 27 full-time equivalent positions:

26 28 ..... \$ 4,589,707

26 29 ..... FTEs 130.00

26 30 b. Of the moneys appropriated in paragraph "a" of this

26 31 subsection, the department shall allocate \$150,000 to the state

26 32 library for the purpose of licensing an online resource which

26 33 prepares persons to succeed in the workplace through programs

26 34 which improve job skills and vocational test-taking abilities.

26 35 c. Of the moneys appropriated in paragraph "a" of this

27 1 subsection, the department shall allocate at least \$1,130,602

27 2 for the operation of the four satellite field offices located

27 3 in Decorah, Fort Madison, Iowa City, and Webster City.

27 4 4. OFFENDER REENTRY PROGRAM

27 5 a. For the development and administration of an offender

27 6 reentry program to provide offenders with employment skills,

27 7 and for not more than the following full-time equivalent

27 8 positions:

27 9 ..... \$ 179,232

27 10 ..... FTEs 4.00

27 11 b. The department of workforce development shall partner

27 12 with the department of corrections to provide staff within the

27 13 correctional facilities to improve offenders' abilities to find

27 14 and retain productive employment.

27 15 5. NONREVERSION

27 16 Notwithstanding section 8.33, moneys appropriated in this

27 17 section that remain unencumbered or unobligated at the close of

27 18 the fiscal year shall not revert but shall remain available for

27 19 expenditure for the purposes designated until the close of the

27 20 succeeding fiscal year.

27 21 Sec. 28. GENERAL FUND — EMPLOYEE MISCLASSIFICATION

27 22 PROGRAM. There is appropriated from the general fund of the

27 23 state to the department of workforce development for the fiscal

27 24 year beginning July 1, 2016, and ending June 30, 2017, the

27 25 following amount, or so much thereof as is necessary, to be

27 26 used for the purposes designated:

27 27 For enhancing efforts to investigate employers that

27 28 misclassify workers and for not more than the following

27 29 full-time equivalent positions:

27 30 ..... \$ 225,729

27 31 ..... FTEs 8.10

27 32 Sec. 29. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND.

27 33 1. There is appropriated from the special employment

27 34 security contingency fund to the department of workforce

27 35 development for the fiscal year beginning July 1, 2016, and

28 1 ending June 30, 2017, the following amount, or so much thereof

28 2 as is necessary, to be used for field offices:  
28 3 ..... \$ 883,042  
28 4 2. Any remaining additional penalty and interest revenue  
28 5 collected by the department of workforce development is  
28 6 appropriated to the department for the fiscal year beginning  
28 7 July 1, 2016, and ending June 30, 2017, to accomplish the  
28 8 mission of the department.  
28 9 Sec. 30. UNEMPLOYMENT COMPENSATION RESERVE FUND —  
28 10 FIELD OFFICES. Notwithstanding section 96.9, subsection 8,  
28 11 paragraph “e”, there is appropriated from interest earned on  
28 12 the unemployment compensation reserve fund to the department  
28 13 of workforce development for the fiscal year beginning July 1,  
28 14 2016, and ending June 30, 2017, the following amount, or so  
28 15 much thereof as is necessary, for the purposes designated:  
28 16 For the operation of satellite field offices:  
28 17 ..... \$ 200,000  
28 18 Sec. 31. VIRTUAL ACCESS WORKFORCE DEVELOPMENT OFFICES. The  
28 19 department of workforce development shall require a unique  
28 20 identification login for all users of workforce development  
28 21 centers operated through electronic means.  
28 22 Sec. 32. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding  
28 23 section 96.9, subsection 4, paragraph “a”, moneys credited to  
28 24 the state by the secretary of the treasury of the United  
28 25 States pursuant to section 903 of the Social Security  
28 26 Act are appropriated to the department of workforce  
28 27 development and shall be used by the department for the  
28 28 administration of the unemployment compensation program only.  
28 29 This appropriation shall not apply to any fiscal year  
28 30 beginning after December 31, 2016.  
28 31 Sec. 33. SMALL BUSINESS DEVELOPMENT CENTERS. There is  
28 32 appropriated from the general fund of the state to Iowa state  
28 33 university of science and technology for the fiscal year  
28 34 beginning July 1, 2016, and ending June 30, 2017, the following  
28 35 amount, or so much thereof as is necessary, to be used for the  
29 1 purposes of funding small business development centers:  
29 2 ..... \$ 50,500  
29 3 Sec. 34. IOWA SKILLED WORKER AND JOB CREATION FUND.  
29 4 1. There is appropriated from the Iowa skilled worker and  
29 5 job creation fund created in section 8.75 to the following  
29 6 departments, agencies, and institutions for the fiscal year  
29 7 beginning July 1, 2016, and ending June 30, 2017, the following  
29 8 amounts, or so much thereof as is necessary, to be used for the  
29 9 purposes designated:  
29 10 a. ECONOMIC DEVELOPMENT AUTHORITY  
29 11 (1) For the purposes of providing assistance under the high  
29 12 quality jobs program as described in section 15.335B:  
29 13 ..... \$ 8,450,000  
29 14 (2) From the moneys appropriated in this lettered paragraph

29 15 "a", the economic development authority may use not more than  
 29 16 \$1,000,000 for purposes of providing infrastructure grants to  
 29 17 mainstreet communities under the main street Iowa program.

29 18 (3) As a condition of receiving moneys appropriated in  
 29 19 this lettered paragraph "a", an entity shall testify upon the  
 29 20 request of the joint appropriations subcommittee on economic  
 29 21 development regarding the expenditure of such moneys.

29 22 b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS

29 23 (1) STATE BOARD OF REGENTS. For capacity building  
 29 24 infrastructure in areas related to technology  
 29 25 commercialization, marketing and business development  
 29 26 efforts in areas related to technology commercialization,  
 29 27 entrepreneurship, and business growth, and infrastructure  
 29 28 projects and programs needed to assist in implementation of  
 29 29 activities under chapter 262B:

29 30 ..... \$ 1,500,000

29 31 Of the moneys appropriated pursuant to this subparagraph  
 29 32 (1), 35 percent shall be allocated for Iowa state university  
 29 33 of science and technology, 35 percent shall be allocated for  
 29 34 the university of Iowa, and 30 percent shall be allocated for  
 29 35 the university of northern Iowa.

30 1 (a) The institutions shall provide a one-to-one match  
 30 2 of additional moneys for the activities funded with moneys  
 30 3 appropriated under this subparagraph (1).

30 4 (b) The state board of regents shall annually submit a  
 30 5 report by January 15 to the governor, the general assembly,  
 30 6 and the legislative services agency regarding the activities,  
 30 7 projects, and programs funded with moneys appropriated under  
 30 8 this subparagraph (1). The report shall be provided in an  
 30 9 electronic format and shall include a list of metrics and  
 30 10 criteria mutually agreed to in advance by the board of regents  
 30 11 and the economic development authority. The metrics and  
 30 12 criteria shall allow the governor's office and the general  
 30 13 assembly to quantify and evaluate the progress of the board of  
 30 14 regents institutions with regard to their activities, projects,  
 30 15 and programs in the areas of technology commercialization,  
 30 16 entrepreneurship, regional development, and market research.

30 17 (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY. For  
 30 18 small business development centers, the science and technology  
 30 19 research park, and the center for industrial research and  
 30 20 service, and for not more than the following full-time  
 30 21 equivalent positions:

30 22 ..... \$ 1,212,151

30 23 ..... FTEs 56.63

30 24 (a) Of the moneys appropriated in this subparagraph (2),  
 30 25 Iowa state university of science and technology shall allocate  
 30 26 at least \$735,728 for purposes of funding small business  
 30 27 development centers. Iowa state university of science and

30 28 technology may allocate the appropriated moneys to the various  
 30 29 small business development centers in any manner necessary to  
 30 30 achieve the purposes of this subparagraph.

30 31 (b) Iowa state university of science and technology shall  
 30 32 do all of the following:

30 33 (i) Direct expenditures for research toward projects that  
 30 34 will provide economic stimulus for Iowa.

30 35 (ii) Provide emphasis to providing services to Iowa-based  
 31 1 companies.

31 2 (c) It is the intent of the general assembly that the  
 31 3 industrial incentive program focus on Iowa industrial sectors  
 31 4 and seek contributions and in-kind donations from businesses,  
 31 5 industrial foundations, and trade associations, and that moneys  
 31 6 for the center for industrial research and service industrial  
 31 7 incentive program shall be allocated only for projects which  
 31 8 are matched by private sector moneys for directed contract  
 31 9 research or for nondirected research. The match required of  
 31 10 small businesses as defined in section 15.102, subsection 10,  
 31 11 for directed contract research or for nondirected research  
 31 12 shall be \$1 for each \$3 of state funds. The match required  
 31 13 for other businesses for directed contract research or  
 31 14 for nondirected research shall be \$1 for each \$1 of state  
 31 15 funds. The match required of industrial foundations or trade  
 31 16 associations shall be \$1 for each \$1 of state funds.

31 17 Iowa state university of science and technology shall  
 31 18 report annually to the joint appropriations subcommittee on  
 31 19 economic development and the legislative services agency the  
 31 20 total amount of private contributions, the proportion of  
 31 21 contributions from small businesses and other businesses, and  
 31 22 the proportion for directed contract research and nondirected  
 31 23 research of benefit to Iowa businesses and industrial sectors.

31 24 (3) STATE UNIVERSITY OF IOWA. For the state university  
 31 25 of Iowa research park and for the advanced drug development  
 31 26 program at the Oakdale research park, including salaries,  
 31 27 support, maintenance, equipment, and miscellaneous purposes,  
 31 28 and for not more than the following full-time equivalent  
 31 29 positions:

31 30	..... \$	104,640
31 31	..... FTEs	6.00

31 32 The state university of Iowa shall do all of the following:

31 33 (a) Direct expenditures for research toward projects that  
 31 34 will provide economic stimulus for Iowa.

31 35 (b) Provide emphasis to providing services to Iowa-based  
 32 1 companies.

32 2 (4) STATE UNIVERSITY OF IOWA. For the purpose of  
 32 3 implementing the entrepreneurship and economic growth  
 32 4 initiative, and for not more than the following full-time  
 32 5 equivalent positions:



32 6 ..... \$ 1,000,000  
 32 7 ..... FTEs 9.75  
 32 8 (5) UNIVERSITY OF NORTHERN IOWA. For the metal casting  
 32 9 institute, the MyEntreNet internet application, and the  
 32 10 institute of decision making, including salaries, support,  
 32 11 maintenance, and miscellaneous purposes, and for not more than  
 32 12 the following full-time equivalent positions:  
 32 13 ..... \$ 533,210  
 32 14 ..... FTEs 7.72  
 32 15 (a) Of the moneys appropriated pursuant to this  
 32 16 subparagraph (5), the university of northern Iowa shall  
 32 17 allocate at least \$533,210 for purposes of support of  
 32 18 entrepreneurs through the university's regional business center  
 32 19 and economic gardening program.  
 32 20 (b) The university of northern Iowa shall do all of the  
 32 21 following:  
 32 22 (i) Direct expenditures for research toward projects that  
 32 23 will provide economic stimulus for Iowa.  
 32 24 (ii) Provide emphasis to providing services to Iowa-based  
 32 25 companies.  
 32 26 (6) As a condition of receiving moneys appropriated in  
 32 27 this lettered paragraph "b", an entity shall testify upon the  
 32 28 request of the joint appropriations subcommittee on economic  
 32 29 development regarding the expenditure of such moneys.  
 32 30 c. DEPARTMENT OF WORKFORCE DEVELOPMENT  
 32 31 To develop a long-term sustained program to train unemployed  
 32 32 and underemployed central Iowans with skills necessary to  
 32 33 advance to higher-paying jobs with full benefits:  
 32 34 ..... \$ 50,000  
 32 35 (1) The department of workforce development shall begin  
 33 1 a request for proposals process, issued for purposes of this  
 33 2 lettered paragraph "c", no later than September 1, 2016.  
 33 3 (2) As a condition of receiving moneys appropriated under  
 33 4 this lettered paragraph "c", an entity shall testify upon the  
 33 5 request of the joint appropriations subcommittee on economic  
 33 6 development regarding the expenditure of such moneys.  
 33 7 2. Notwithstanding section 8.33, moneys appropriated  
 33 8 in this section of this Act that remain unencumbered or  
 33 9 unobligated at the close of the fiscal year shall not revert  
 33 10 but shall remain available for expenditure for the purposes  
 33 11 designated until the close of the succeeding fiscal year.  
 33 12 Sec. 35. IOWA PRODUCTS. As a condition of receiving an  
 33 13 appropriation, any agency appropriated moneys pursuant to  
 33 14 this division of this Act shall give first preference when  
 33 15 purchasing a product to an Iowa product or a product produced  
 33 16 from an Iowa-based business. Second preference shall be  
 33 17 given to a United States product or a product produced from a  
 33 18 business based in the United States.

33 19 Sec. 36. PERSONNEL SETTLEMENT AGREEMENT PAYMENTS. As  
33 20 a condition made to any appropriation to the department of  
33 21 cultural affairs, the economic development authority, the Iowa  
33 22 finance authority, the public employment relations board,  
33 23 the department of workforce development, the state board of  
33 24 regents, Iowa state university of science and technology, the  
33 25 state university of Iowa, or the university of northern Iowa as  
33 26 provided in this division of this Act, moneys appropriated and  
33 27 any other moneys available for use by that entity under this  
33 28 division of this Act shall not be used for the payment of a  
33 29 personnel settlement agreement between that entity and a state  
33 30 employee that contains a confidentiality provision intended to  
33 31 prevent public disclosure of the agreement or any terms of the  
33 32 agreement.

33 33 DIVISION III  
33 34 MISCELLANEOUS PROVISIONS — EMPLOYMENT RIDES INITIATIVE  
33 35 Sec. 37. NEW SECTION 324A.8 IOWA EMPLOYMENT RIDES  
34 1 INITIATIVE — GRANT PROGRAM — FUND.

34 2 1. As used in this section, unless the context otherwise  
34 3 requires "employment transportation" means an urban or  
34 4 rural program or service that provides an individual with  
34 5 transportation solely to or from a workplace, including but not  
34 6 limited to the following programs and services:  
34 7 a. Expanding or sustaining existing transportation services  
34 8 or service hours.  
34 9 b. Coordinating ride share services, including car pool or  
34 10 van pool services.  
34 11 c. Shuttle services.

CODE: Specifies the definition of "Employment Transportation."

34 12 2. The Iowa employment rides initiative is established in  
34 13 the department to provide grants to public transit systems for  
34 14 programs and services that provide employment transportation  
34 15 to lowans.

CODE: Establishes the Iowa Employment Rides Initiative at the Department of Transportation (DOT).

34 16 3. The department shall award grants on a competitive basis.  
34 17 A grant shall not exceed one hundred fifty thousand dollars. A  
34 18 grant application shall contain a commitment from the public  
34 19 transit system of at least a dollar-for-dollar match of the  
34 20 grant funds awarded. Moneys charged to individuals receiving  
34 21 employment transportation services cannot be used as matching  
34 22 funds. Grants shall be used only for operational costs  
34 23 directly associated with providing employment transportation  
34 24 and shall not be used for capital expenditures or construction.

CODE: Requires the DOT to award grants up to \$150,000 to various public transit systems with at least a dollar-for-dollar matching requirement.

34 25 4. A public transit system may coordinate with other local,  
34 26 state, or federal governmental agencies and private nonprofit

CODE: Permits a public transit system to coordinate with local, State, or federal agencies and private nonprofit organizations regarding the

34 27 organizations in the administration of a program or service  
34 28 receiving a grant under the initiative and in expenditure of  
34 29 grant funds.

expenditure of Grant funds.

34 30 5. The department shall, by January 1 each year, submit  
34 31 a report to the general assembly on the outcomes of the  
34 32 initiative, including the grant amount, the type of program or  
34 33 service receiving funds, and the number of individuals served  
34 34 for each grant awarded by the initiative. As a condition of  
34 35 having received a grant from the initiative, a public transit  
35 1 system shall provide the department with information on any  
35 2 program or service for which the public transit system is  
35 3 awarded a grant from the initiative.

CODE: Requires the DOT to submit a report to the General Assembly each year by January 1 regarding the outcomes of the Initiative.

35 4 6. The department shall adopt rules pursuant to chapter 17A  
35 5 to administer the initiative, including but not limited to an  
35 6 application process and grant award criteria.

CODE: Requires the DOT to adopt rules for the administration of the Initiative.

35 7 7. a. An Iowa employment rides fund is created in the state  
35 8 treasury under the control of the department. The fund shall  
35 9 consist of moneys appropriated to the department and any other  
35 10 moneys available to, obtained, or accepted by the department  
35 11 for placement in the fund.

CODE: Creates the Iowa Employment Rides Fund in the State Treasury under the control of the DOT.

NOTE: The DOT receives a transfer of \$100,000 for deposit in the Fund from an IEDA General Fund appropriation in this Legislation.

35 12 b. Moneys in the fund are appropriated to the department and  
35 13 shall be used to provide grants under the Iowa employment rides  
35 14 initiative established in this section.

CODE: Appropriates the monies in the Fund to the DOT to be used to provide grants specified by the Initiative.

35 15 c. Moneys in the fund are not subject to section 8.33.  
35 16 Notwithstanding section 12C.7, subsection 2, interest or  
35 17 earnings on moneys in the fund shall be credited to the fund.

CODE: Requires nonreversion of monies in the Iowa Employment Rides Fund and specifies interest and earnings on monies in the Fund are to be credited to the Fund.

35 18 DIVISION IV  
35 19 MISCELLANEOUS PROVISIONS —  
35 20 MERIT SYSTEM STATUS AND APPEALS

35 21 Sec. 38. Section 8A.412, subsection 11, Code 2015, is  
35 22 amended to read as follows:  
35 23 11. Professional employees under the supervision of the  
35 24 attorney general, the state public defender, the secretary  
35 25 of state, the auditor of state, the treasurer of state, and  
35 26 the public employment relations board. However, employees of  
35 27 the consumer advocate division of the department of justice,  
35 28 other than the consumer advocate, and administrative law judges  
35 29 appointed or employed by the public employment relations board.  
35 30 are subject to the merit system.

CODE: Provides that administrative law judges appointed or employed by the Public Employment Relations Board (PERB) are subject to the merit system provision of Iowa Code [chapter 8A](#).

35 31 Sec. 39. Section 8A.415, subsection 1, paragraph b, Code  
35 32 2015, is amended to read as follows:  
35 33 b. If not satisfied, the employee may, within thirty  
35 34 calendar days following the director's response, file an  
35 35 appeal with the public employment relations board. The  
36 1 hearing shall be conducted in accordance with the rules of the  
36 2 public employment relations board and the Iowa administrative  
36 3 procedure Act, chapter 17A. Decisions rendered shall be based  
36 4 upon a standard of substantial compliance with this subchapter  
36 5 and the rules of the department. Decisions by the public  
36 6 employment relations board constitute final agency action.  
36 7 However, if the employee is an administrative law judge  
36 8 appointed or employed by the public employment relations board,  
36 9 the employee's appeal shall be heard by an administrative law  
36 10 judge employed by the administrative hearings division of the  
36 11 department of inspections and appeals in accordance with the  
36 12 provisions of section 10A.801, whose decision shall constitute  
36 13 final agency action.

CODE: Provides that if an employee subject to the merit system is an administrative law judge (ALJ) appointed or employed by the PERB, an appeal by the employee concerning a grievance is to be heard by an ALJ employed by the DIA. The DIA ruling is considered final agency action and the employee cannot appeal that response to the PERB.

36 14 Sec. 40. Section 8A.415, subsection 2, paragraph b, Code  
36 15 2015, is amended to read as follows:  
36 16 b. If not satisfied, the employee may, within thirty  
36 17 calendar days following the director's response, file an appeal  
36 18 with the public employment relations board. The employee has  
36 19 the right to a hearing closed to the public, unless a public  
36 20 hearing is requested by the employee. The hearing shall  
36 21 otherwise be conducted in accordance with the rules of the  
36 22 public employment relations board and the Iowa administrative  
36 23 procedure Act, chapter 17A. If the public employment relations  
36 24 board finds that the action taken by the appointing authority  
36 25 was for political, religious, racial, national origin, sex,  
36 26 age, or other reasons not constituting just cause, the employee  
36 27 may be reinstated without loss of pay or benefits for the  
36 28 elapsed period, or the public employment relations board may  
36 29 provide other appropriate remedies. Decisions by the public  
36 30 employment relations board constitute final agency action.  
36 31 However, if the employee is an administrative law judge  
36 32 appointed or employed by the public employment relations board,  
36 33 the employee's appeal shall be heard by an administrative law  
36 34 judge employed by the administrative hearings division of the  
36 35 department of inspections and appeals in accordance with the  
37 1 provisions of section 10A.801, whose decision shall constitute  
37 2 final agency action.

CODE: Provides that if an employee subject to the merit system is an ALJ appointed or employed by the PERB, an appeal by the employee concerning a discipline resolution is to be heard by an ALJ employed by the DIA. The DIA ruling is considered final agency action and the employee cannot appeal that response to the PERB.

37 3 Sec. 41. Section 10A.801, subsection 3, paragraph a, Code  
37 4 2015, is amended to read as follows:  
37 5 a. The department shall employ a sufficient number of  
37 6 administrative law judges to conduct proceedings for which

CODE: Provides that the administrator of the Administrative Hearings Division of the Department of Inspections and Appeals (DIA) is covered by the merit system.

37 7 agencies are required, by section 17A.11 or any other provision  
 37 8 of law, to use an administrative law judge employed by the  
 37 9 division. An administrative law judge employed by the division  
 37 10 shall not perform duties inconsistent with the judge's duties  
 37 11 and responsibilities as an administrative law judge and shall  
 37 12 be located in an office that is separated from the offices of  
 37 13 the agencies for which that person acts as a presiding officer.  
 37 14 ~~Administrative~~ The administrator and all administrative law  
 37 15 judges shall be covered by the merit system provisions of  
 37 16 chapter 8A, subchapter IV.

37 17 Sec. 42. Section 86.2, subsection 1, paragraphs a and b,  
 37 18 Code 2015, are amended to read as follows:  
 37 19 a. Chief deputy workers' compensation commissioners for  
 37 20 whose acts the commissioner is responsible, ~~who are exempt from~~  
 37 21 who shall be appointed and serve pursuant to the merit system  
 37 22 provisions of chapter 8A, subchapter IV, and who shall serve at  
 37 23 the pleasure of the commissioner unless the commissioners are  
 37 24 otherwise covered by a collective bargaining agreement.  
 37 25 b. Deputy workers' compensation commissioners for whose  
 37 26 acts the commissioner is responsible ~~and who shall serve at the~~  
 37 27 pleasure of the commissioner be appointed and serve pursuant  
 37 28 to the merit system provisions of chapter 8A, subchapter IV.  
 37 29 unless the commissioners are otherwise covered by a collective  
 37 30 bargaining agreement.

37 31 Sec. 43. Section 96.6, subsection 3, paragraph b, Code 2015,  
 37 32 is amended to read as follows:  
 37 33 b. Appeals from the initial determination shall be heard  
 37 34 by an administrative law judge employed by the department who  
 37 35 shall be covered by the merit system provisions of chapter  
 38 1 8A, subchapter IV, unless the administrative law judge is  
 38 2 otherwise covered by a collective bargaining agreement. An  
 38 3 administrative law judge's decision may be appealed by any  
 38 4 party to the employment appeal board created in section  
 38 5 10A.601. The decision of the appeal board is final agency  
 38 6 action and an appeal of the decision shall be made directly to  
 38 7 the district court.

38 8 DIVISION V  
 38 9 MISCELLANEOUS PROVISIONS — ECONOMIC DEVELOPMENT AUTHORITY  
 38 10 REDEVELOPMENT TAX CREDITS

38 11 Sec. 44. Section 15.293B, subsection 4, Code 2015, is  
 38 12 amended to read as follows:  
 38 13 4. A registered project shall be completed within thirty  
 38 14 months of the date the project was registered unless the  
 38 15 authority, upon recommendation of the council and approval of

CODE: Provides that chief deputy workers' compensation commissioners and deputy workers' compensation commissioners are appointed and serve pursuant to the merit system unless the commissioners are otherwise covered by a collective bargaining agreement.

DETAIL: Current law provides that chief deputy workers' compensation commissioners are exempt from the merit system and that all chief deputy and deputy commissioners serve at the pleasure of the workers' compensation commissioner.

CODE: Provides that an administrative law judge employed by the Department of Workforce Development for unemployment compensation cases is covered by the merit system unless the judge is otherwise covered by a collective bargaining agreement.

CODE: Adds the requirement that the Brownfield Redevelopment Advisory Council must recommend and the IEDA Board must provide approval before an IEDA deadline extension can be granted for Redevelopment Tax Credit projects and eliminates a restriction on the length of an extension.

38 16 ~~the board~~, provides additional time to complete the project.  
 38 17 ~~A project shall not be provided more than twelve months of~~  
 38 18 ~~additional time.~~ If the registered project is not completed  
 38 19 within the time required, the project is not eligible to claim  
 38 20 a tax credit provided in section 15.293A.

38 21 Sec. 45. EFFECTIVE UPON ENACTMENT. This division of this  
 38 22 Act, being deemed of immediate importance, takes effect upon  
 38 23 enactment.

The Division modifying Redevelopment Tax Credits is effective on enactment.

38 24 Sec. 46. RETROACTIVE APPLICABILITY. The section of this  
 38 25 division of this Act amending Code section 15.293B applies  
 38 26 retroactively to qualifying redevelopment project agreements  
 38 27 entered into on or after July 1, 2010, for which a request for  
 38 28 a project extension is submitted to the economic development  
 38 29 authority on or after January 1, 2015.

The Section modifying project deadline obligations for IEDA Redevelopment Tax Credits applies retroactively to qualifying agreements entered into on or after July 1, 2010, if a request for a deadline extension is submitted to the IEDA on or after January 1, 2015.

38 30 DIVISION VI  
 38 31 MISCELLANEOUS PROVISIONS — FRANCHISE AGREEMENTS

CODE: Amends a franchisor's ability to require a franchisee to obtain supplies from the franchisor by creating a specific exemption for motor oil that is labeled in accordance with the requirements of the American Petroleum Institute.

38 32 Sec. 47. Section 537A.10, subsection 9, paragraph b, Code  
 38 33 2015, is amended to read as follows:

38 34 b. However, the publication by the franchisor of a list  
 38 35 of approved suppliers of goods, supplies, inventories, or  
 39 1 services, or the requirement that such goods, supplies,  
 39 2 inventories, or services comply with customary and reasonable  
 39 3 specifications and standards prescribed by the franchisor,  
 39 4 does not constitute designation of a source. Additionally,  
 39 5 the reasonable right of a franchisor to disapprove a supplier  
 39 6 does not constitute a designation of source. This subsection  
 39 7 does not apply to the principal goods, supplies, inventories,  
 39 8 or services manufactured by the franchisor, except for motor  
 39 9 oil that is labeled in accordance with the requirements of  
 39 10 the American petroleum institute, or such goods, supplies,  
 39 11 inventories, or services entitled to protection as a trade  
 39 12 secret.

Summary Data  
General Fund

	Estimated FY 2015	Gov Rec FY 2016	Senate Subcom FY 2016	FY 2016 Sen. Sub. v. FY 2015 Est.	FY 2016 Sen. Sub. v. FY 2016 Gov. Rec.	Senate Sub Yr2 FY 2017	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Economic Development	\$ 42,581,886	\$ 44,500,763	\$ 44,275,763	\$ 1,693,877	\$ -225,000	\$ 22,137,884	
Grand Total	\$ 42,581,886	\$ 44,500,763	\$ 44,275,763	\$ 1,693,877	\$ -225,000	\$ 22,137,884	

# Economic Development

## General Fund

	Estimated FY 2015	Gov Rec FY 2016	Senate Subcom FY 2016	FY 2016 Sen. Sub. v. FY 2015 Est.	FY 2016 Sen. Sub. v. FY 2016 Gov. Rec.	Senate Sub Yr2 FY 2017	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b><u>Cultural Affairs, Dept. of</u></b>							
<b>Cultural Affairs, Dept. of</b>							
Administration Division	\$ 176,882	\$ 176,882	\$ 176,882	\$ 0	\$ 0	\$ 88,441	PG 1 LN 9
Community Cultural Grants	172,090	172,090	172,090	0	0	86,045	PG 1 LN 23
Historical Division	3,167,701	3,754,032	3,167,701	0	-586,331	1,583,851	PG 1 LN 27
Historic Sites	426,398	0	426,398	0	426,398	213,199	PG 1 LN 30
Arts Division	1,233,764	1,233,764	1,233,764	0	0	616,882	PG 1 LN 33
Great Places	150,000	150,000	150,000	0	0	75,000	PG 2 LN 3
Archiving Former Governor's Papers	65,933	0	65,933	0	65,933	32,967	PG 2 LN 7
Records Center Rent	227,243	227,243	227,243	0	0	113,622	PG 2 LN 10
Battle Flag Stabilization	94,000	0	94,000	0	94,000	47,000	PG 2 LN 13
<b>Total Cultural Affairs, Dept. of</b>	<b>\$ 5,714,011</b>	<b>\$ 5,714,011</b>	<b>\$ 5,714,011</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 2,857,007</b>	
<b><u>Economic Development Authority</u></b>							
<b>Economic Development Authority</b>							
Economic Development Appropriation	\$ 15,516,372	\$ 15,766,372	\$ 15,766,372	\$ 250,000	\$ 0	\$ 7,883,186	PG 3 LN 27
World Food Prize	800,000	800,000	800,000	0	0	400,000	PG 6 LN 7
Iowa Comm. Volunteer Ser.-Promise	178,133	178,133	228,133	50,000	50,000	114,067	PG 6 LN 14
Councils of Governments (COGs) Assistance	200,000	200,000	250,000	50,000	50,000	125,000	PG 6 LN 34
STEM Scholarships	1,000,000	1,000,000	1,000,000	0	0	500,000	PG 7 LN 8
Home Base Iowa Marketing	0	500,000	500,000	500,000	0	250,000	PG 7 LN 26
Business to Business Portal Service	0	500,000	0	0	-500,000	0	
<b>Total Economic Development Authority</b>	<b>\$ 17,694,505</b>	<b>\$ 18,944,505</b>	<b>\$ 18,544,505</b>	<b>\$ 850,000</b>	<b>\$ -400,000</b>	<b>\$ 9,272,253</b>	
<b><u>Iowa Finance Authority</u></b>							
<b>Iowa Finance Authority</b>							
Rent Subsidy Program	\$ 658,000	\$ 658,000	\$ 658,000	\$ 0	\$ 0	\$ 329,000	PG 8 LN 12
<b>Total Iowa Finance Authority</b>	<b>\$ 658,000</b>	<b>\$ 658,000</b>	<b>\$ 658,000</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 329,000</b>	
<b><u>Public Employment Relations Board</u></b>							
<b>Public Employment Relations</b>							
General Office	\$ 1,342,452	\$ 1,342,452	\$ 1,342,452	\$ 0	\$ 0	\$ 671,226	PG 8 LN 30
<b>Total Public Employment Relations Board</b>	<b>\$ 1,342,452</b>	<b>\$ 1,342,452</b>	<b>\$ 1,342,452</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 671,226</b>	



# Economic Development

## General Fund

	Estimated FY 2015	Gov Rec FY 2016	Senate Subcom FY 2016	FY 2016 Sen. Sub. v. FY 2015 Est.	FY 2016 Sen. Sub. v. FY 2016 Gov. Rec.	Senate Sub Yr2 FY 2017	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b><u>Iowa Workforce Development</u></b>							
<b>Iowa Workforce Development</b>							
Labor Services Division	\$ 3,823,539	\$ 4,492,416	\$ 4,667,416	\$ 843,877	\$ 175,000	\$ 2,333,708	PG 9 LN 17
Workers' Compensation Division	3,259,044	3,259,044	3,259,044	0	0	1,629,522	PG 9 LN 31
Operations - Field Offices	9,179,413	9,179,413	9,179,413	0	0	4,589,707	PG 10 LN 11
Offender Reentry Program	358,464	358,464	358,464	0	0	179,232	PG 10 LN 26
Employee Misclassification Program	451,458	451,458	451,458	0	0	225,729	PG 11 LN 7
<b>Total Iowa Workforce Development</b>	<b>\$ 17,071,918</b>	<b>\$ 17,740,795</b>	<b>\$ 17,915,795</b>	<b>\$ 843,877</b>	<b>\$ 175,000</b>	<b>\$ 8,957,898</b>	
<b><u>Regents, Board of</u></b>							
<b>Regents, Board of</b>							
ISU - Small Business Development Centers	\$ 101,000	\$ 101,000	\$ 101,000	\$ 0	\$ 0	\$ 50,500	PG 12 LN 17
<b>Total Regents, Board of</b>	<b>\$ 101,000</b>	<b>\$ 101,000</b>	<b>\$ 101,000</b>	<b>\$ 0</b>	<b>\$ 0</b>	<b>\$ 50,500</b>	
<b>Total Economic Development</b>	<b>\$ 42,581,886</b>	<b>\$ 44,500,763</b>	<b>\$ 44,275,763</b>	<b>\$ 1,693,877</b>	<b>\$ -225,000</b>	<b>\$ 22,137,884</b>	

Summary Data  
Other Funds

	Estimated FY 2015	Gov Rec FY 2016	Senate Subcom FY 2016	FY 2016 Sen. Sub. v. FY 2015 Est.	FY 2016 Sen. Sub. v. FY 2016 Gov. Rec.	Senate Sub Yr2 FY 2017	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Economic Development	\$ 27,866,084	\$ 27,866,084	\$ 27,866,084	\$ 0	\$ 0	\$ 13,933,043	
Grand Total	\$ 27,866,084	\$ 27,866,084	\$ 27,866,084	\$ 0	\$ 0	\$ 13,933,043	

# Economic Development

## Other Funds

	Estimated FY 2015	Gov Rec FY 2016	Senate Subcom FY 2016	FY 2016 Sen. Sub. v. FY 2015 Est.	FY 2016 Sen. Sub. v. FY 2016 Gov. Rec.	Senate Sub Yr2 FY 2017	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b><u>Economic Development Authority</u></b>							
<b>Economic Development Authority</b>							
High Quality Jobs Program - SWJCF	\$ 16,900,000	\$ 16,900,000	\$ 16,900,000	\$ 0	\$ 0	\$ 8,450,000	PG 12 LN 32
<b>Total Economic Development Authority</b>	<u>\$ 16,900,000</u>	<u>\$ 16,900,000</u>	<u>\$ 16,900,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 8,450,000</u>	
<b><u>Iowa Workforce Development</u></b>							
<b>Iowa Workforce Development</b>							
Field Offices - Spec Cont Fund	\$ 1,766,084	\$ 1,766,084	\$ 1,766,084	\$ 0	\$ 0	\$ 883,042	PG 11 LN 19
Field Offices - UI Reserve Interest	400,000	400,000	400,000	0	0	200,000	PG 11 LN 30
AMOS Mid-Iowa Organizing Strategy - SWJCF	100,000	100,000	100,000	0	0	50,000	PG 16 LN 17
<b>Total Iowa Workforce Development</b>	<u>\$ 2,266,084</u>	<u>\$ 2,266,084</u>	<u>\$ 2,266,084</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,133,042</u>	
<b><u>Regents, Board of</u></b>							
<b>Regents, Board of</b>							
Regents Innovation Fund - SWJCF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0	\$ 0	\$ 1,500,000	PG 13 LN 9
ISU - Economic Development - SWJCF	2,424,302	2,424,302	2,424,302	0	0	1,212,151	PG 14 LN 3
UI - Economic Development - SWJCF	209,279	209,279	209,279	0	0	104,640	PG 15 LN 10
UI - Entrepreneur and Econ Growth - SWJCF	2,000,000	2,000,000	2,000,000	0	0	1,000,000	PG 15 LN 23
UNI - Economic Development - SWJCF	1,066,419	1,066,419	1,066,419	0	0	533,210	PG 15 LN 29
<b>Total Regents, Board of</b>	<u>\$ 8,700,000</u>	<u>\$ 8,700,000</u>	<u>\$ 8,700,000</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 4,350,001</u>	
<b>Total Economic Development</b>	<u><u>\$ 27,866,084</u></u>	<u><u>\$ 27,866,084</u></u>	<u><u>\$ 27,866,084</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 13,933,043</u></u>	

Summary Data  
FTE Positions

	Estimated FY 2015	Gov Rec FY 2016	Senate Subcom FY 2016	FY 2016 Sen. Sub. v. FY 2015 Est.	FY 2016 Sen. Sub. v. FY 2016 Gov. Rec.	Senate Sub Yr2 FY 2017	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Economic Development	564.61	559.80	562.95	-1.66	3.15	562.95	
Grand Total	564.61	559.80	562.95	-1.66	3.15	562.95	

# Economic Development

## FTE Positions

	Estimated FY 2015	Gov Rec FY 2016	Senate Subcom FY 2016	FY 2016 Sen. Sub. v. FY 2015 Est.	FY 2016 Sen. Sub. v. FY 2016 Gov. Rec.	Senate Sub Yr2 FY 2017	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b><u>Cultural Affairs, Dept. of</u></b>							
<b>Cultural Affairs, Dept. of</b>							
Administration Division	1.60	1.60	74.50	72.90	72.90	74.50	PG 1 LN 9
Historical Division	40.65	41.90	0.00	-40.65	-41.90	0.00	PG 1 LN 27
Historic Sites	4.47	4.47	0.00	-4.47	-4.47	0.00	PG 1 LN 30
Arts Division	9.05	9.05	0.00	-9.05	-9.05	0.00	PG 1 LN 33
Great Places	1.40	1.40	0.00	-1.40	-1.40	0.00	PG 2 LN 3
Archiving Former Governor's Papers	0.68	0.68	0.00	-0.68	-0.68	0.00	PG 2 LN 7
Battle Flag Stabilization	0.70	0.70	0.00	-0.70	-0.70	0.00	PG 2 LN 13
<b>Total Cultural Affairs, Dept. of</b>	<b>58.55</b>	<b>59.80</b>	<b>74.50</b>	<b>15.95</b>	<b>14.70</b>	<b>74.50</b>	
<b><u>Economic Development Authority</u></b>							
<b>Economic Development Authority</b>							
Economic Development Appropriation	120.15	120.15	149.00	28.85	28.85	149.00	PG 3 LN 27
High Quality Jobs Creations Assistance	19.50	19.50	0.00	-19.50	-19.50	0.00	
Economic Dev Energy Projects Fund	6.35	6.00	0.00	-6.35	-6.00	0.00	
Iowa Ind. New Jobs Training (NJT) 260E Fund	3.00	3.00	0.00	-3.00	-3.00	0.00	
Iowa State Commission	7.00	7.00	7.00	0.00	0.00	7.00	PG 6 LN 24
Vision Iowa Program	2.25	2.25	2.25	0.00	0.00	2.25	PG 7 LN 33
<b>Total Economic Development Authority</b>	<b>158.25</b>	<b>157.90</b>	<b>158.25</b>	<b>0.00</b>	<b>0.35</b>	<b>158.25</b>	
<b><u>Public Employment Relations Board</u></b>							
<b>Public Employment Relations</b>							
General Office	10.00	10.00	10.00	0.00	0.00	10.00	PG 8 LN 30
<b>Total Public Employment Relations Board</b>	<b>10.00</b>	<b>10.00</b>	<b>10.00</b>	<b>0.00</b>	<b>0.00</b>	<b>10.00</b>	
<b><u>Iowa Workforce Development</u></b>							
<b>Iowa Workforce Development</b>							
Labor Services Division	54.10	54.10	68.00	13.90	13.90	68.00	PG 9 LN 17
Workers' Compensation Division	27.00	27.00	30.00	3.00	3.00	30.00	PG 9 LN 31
Field Office Operating Fund	170.96	172.97	130.00	-40.96	-42.97	130.00	PG 10 LN 15
Offender Reentry Program	4.00	4.00	4.00	0.00	0.00	4.00	PG 10 LN 26
Employee Misclassification Program	3.40	3.40	8.10	4.70	4.70	8.10	PG 11 LN 7
<b>Total Iowa Workforce Development</b>	<b>259.46</b>	<b>261.47</b>	<b>240.10</b>	<b>-19.36</b>	<b>-21.37</b>	<b>240.10</b>	

# Economic Development

## FTE Positions

	Estimated FY 2015	Gov Rec FY 2016	Senate Subcom FY 2016	FY 2016 Sen. Sub. v. FY 2015 Est.	FY 2016 Sen. Sub. v. FY 2016 Gov. Rec.	Senate Sub Yr2 FY 2017	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<b><u>Regents, Board of</u></b>							
<b>Regents, Board of</b>							
ISU - Economic Development - SWJCF	56.63	56.63	56.63	0.00	0.00	56.63	PG 14 LN 3
UI - Economic Development - SWJCF	6.00	6.00	6.00	0.00	0.00	6.00	PG 15 LN 10
UI - Entrepreneur and Econ Growth - SWJCF	8.00	8.00	9.75	1.75	1.75	9.75	PG 15 LN 23
UNI - Economic Development - SWJCF	7.72	0.00	7.72	0.00	7.72	7.72	PG 15 LN 29
<b>Total Regents, Board of</b>	<b>78.35</b>	<b>70.63</b>	<b>80.10</b>	<b>1.75</b>	<b>9.47</b>	<b>80.10</b>	
<b>Total Economic Development</b>	<b>564.61</b>	<b>559.80</b>	<b>562.95</b>	<b>-1.66</b>	<b>3.15</b>	<b>562.95</b>	